



**UNITED STATES
NUCLEAR REGULATORY COMMISSION**
REGION II
SAM NUNN ATLANTA FEDERAL CENTER
61 FORSYTH STREET, SW, SUITE 23T85
ATLANTA, GEORGIA 30303-8931

October 9, 2008

Mr. D. B. Ferguson, Jr.
President & CEO
Nuclear Fuel Services, Inc.
P. O. Box 337, MS 123
Erwin, TN 37650

**SUBJECT: PUBLIC MEETINGS SUMMARY - LICENSEE PERFORMANCE REVIEW
NUCLEAR FUEL SERVICES, INC. - DOCKET NO. 70-143**

Dear Mr. Ferguson:

This letter refers to our meeting at the Nuclear Fuel Services, Inc. (NFS) Training Center in Erwin, TN on October 2, 2008, during which we discussed the NRC evaluation of your performance in the five major areas of safety operations, radiological controls, facility support, licensing activities, and safeguards. The meeting at the Training Center afforded you the opportunity to provide feedback to the NRC regarding your self assessment and perception of the NRC performance review. The meeting was beneficial and provided the NRC with an acceptable level of confidence of your plans to improve your management oversight of safety performance.

The meeting also afforded the members of the public the opportunity to ask questions and provide feedback to the NRC regarding our inspection program for the NFS site. One question brought up during the meeting was with regard to effluent releases over the last few years. The following is a listing of the ADAMS accession numbers for the liquid and air effluents for NFS over the last few years:

ML042600037 - Effluent Report for 1st half 2004.
ML051150075 - Effluent Report for 2nd half 2004.
ML051150066 - Amended Effluent Report for 2nd half 2004.
ML060860092 - Effluent Report for 1st half 2005.
ML060590265 - Effluent Report for 2nd half 2005.
ML080510464 - Effluent Report for 1st half 2006.
ML070590627 - Effluent Report for 2nd half 2006.
ML072670156 - Effluent Report for 1st half 2007.
ML081500695 - Effluent Report for 2nd half 2007.

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The meeting also afforded the members of the public the opportunity to ask questions and provide feedback to the NRC regarding safety culture at the NFS site. The list of meeting attendees is enclosed. The NRC and NFS presentations are contained in ADAMS. ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>. The ADAMS accession number for the NRC and NFS presentations is ML082830302.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter and its enclosures will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

Should you have any questions concerning this letter, please contact me at 404-562-4711 or charlie.payne@nrc.gov.

Sincerely,

/RA/

D. Charles Payne, Chief
Fuel Facilities Inspection Branch 1
Division of Fuel Facility Inspection

Docket No. 70-143
License No. SNM-124

Enclosure: List of Attendees

cc w/encl:
Timothy Lindstrom, General Manager
Nuclear Fuel Services, Inc.
P.O. Box 337, MS 123
Erwin, TN 37650

B. Marie Moore
Vice President
Safety and Regulatory Management
Nuclear Fuel Services, Inc.
P. O. Box 337, MS 123
Erwin, TN 37650

cc w/encl: (Cont'd on page 3)

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(cc w/encl: cont'd)
William D. Lewis, Mayor
Town of Erwin
211 N Main Avenue
P.O. Box 59
Erwin, TN 37650

Gregg Lynch
Unicoi County Mayor
P. O. Box 169
Erwin, TN 37650

Johnny Lynch, Mayor
Town of Unicoi
Unicoi, TN 37652

L. Edward Nanney, Director
Division of Radiological Health
Tennessee Dept. of Environment & Conservation
L&C Annex, Third Floor
401 Church Street
Nashville, TN 37243-1532

Distribution w/encl:

C. Payne, RII
J. Shea, RII
M. Ernstes, RII
P. Silva, NMSS
D. Dorman, NMSS
K. Ramsey, NMSS
P. Habighorst, NMSS
PUBLIC

***see previous concurrence**

X PUBLICLY AVAILABLE NON-PUBLICLY AVAILABLE SENSITIVE X NON-SENSITIVE

ADAMS: X Yes ACCESSION NUMBER: _____ X SUNSI REVIEW COMPLETE

OFFICE	RII:DFFI				
SIGNATURE	MC 10/9/08				
NAME	MCrespo*				
DATE	10/ /2008	10/ /2008	10/ /2008	10/ /2008	10/ /2008
E-MAIL COPY?	YES NO	YES NO	YES NO	YES NO	YES NO

LIST OF ATTENDEES

U. S. NUCLEAR REGULATORY COMMISSION

REGION II

J. Shea
C. Payne
G. Smith
M. Crespo
D. Ayres
R. Hannah

OFFICE OF NUCLEAR MATERIAL SAFETY AND SAFEGUARDS

M. Weber
C. Boote
P. Habighorst
K. Ramsey

NUCLEAR FUEL SERVICES, INC. (NFS)

T. Lindstrom
M. Moore
J. Nagy
R. Booth
C. Linder
G. Athon
R. Bond
D. Caulter
D. Buck
A. Ward
J. Wheeler
J. Parker
R. Shackelford
R. Story
R. Droke
M. Warren
T. Treadway
N. Brown
S. Skiles

MEMBERS OF THE PUBLIC

J. Barnett
B. Lowes
B. Baird
N. Brown
C. Lewis
L. Moore
C. Paperiello
W. Kelley
B. O' Neal
E. Herndon
J. Wozniak
T. Finan
C. Lindst
T. Rovira
M. Schacht
C. Mctalf
M. Crowe
M. Elliot
M. Salomone