



NUCLEAR FUEL SERVICES, INC.

a subsidiary of The Babcock & Wilcox Company

■ 1205 banner hill road ■ erwin, tn 37650 ■ phone 423.743.9141
■ www.nuclearfuelservices.com

30G-11-0052
GOV-01-55-10
ACF-11-0074

**CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

February 25, 2011

U.S. Nuclear Regulatory Commission
Attention: Document Control Desk
Washington, DC 20555

REFERENCE: (1) Docket No. 70-143; SNM License 124
(2) NRC Notice of Violation Letter, dated January 26, 2011

Subject **Reply to Notice of Violation**

Dear Sir:

Pursuant to the requirements of 10 CFR 2.201, Nuclear Fuel Services, Inc. (NFS) is providing the attached response to the alleged violation identified in the notice of violation letter (Reference 2).

Since a disclosure of the sensitive information contained in the attachment to this letter would tend to weaken the safeguards and security measures, the information should be withheld from public disclosure under the provisions of 10 CFR 2.390(d).

If you or your staff have any questions, require additional information, or wish to discuss this further, please contact me, or Mr. Clayton Brown, MC&A Section Manager, at (423) 735-5535. Please reference our unique document identification number (30G-11-0052) in any correspondence concerning this letter.

Sincerely,

NUCLEAR FUEL SERVICES, INC.

Mark P. Elliott
Quality, Safety & Safeguards
Director

Document transmitted contains
OUO information

Attachment: NFS Reply to Notice of Violation

Nuclear fuel services, inc., a subsidiary of The Babcock & Wilcox Company

IEU7

Copy:

Chief
Material Control and Accounting Branch
Division of Fuel Cycle Safety and Safeguards
Office of Nuclear Material Safety & Safeguards
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

Regional Administrator
U.S. Nuclear Regulatory Commission
Region II
245 Peachtree Center Avenue NE, Suite 1200
Atlanta, GA 30303-1257

Mr. John Pelchat, Senior Fuel Facility Inspector
Division of Fuel Facility Inspection
U.S. Nuclear Regulatory Commission, Region II
245 Peachtree Center Avenue NE, Suite 1200
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Mr. Galen Smith
Senior Resident Inspector
U.S. Nuclear Regulatory Commission