

May 27, 2011

Mr. Mark P. Elliott, Director
Quality, Safety and Safeguards
Nuclear Fuel Services, Inc.
P.O. Box 337, MS 123
Erwin, TN 37650

SUBJECT: NUCLEAR FUEL SERVICES, INC., – INTERIM APPROVAL OF
DECOMMISSIONING COST ESTIMATE AMOUNT (TAC L32974)

Dear Mr. Elliott:

We have reviewed your updated decommissioning cost estimate submitted by letter dated February 26, 2010, and supplemented by letters, dated September 23, 2010, and April 13, 2011. We approve the updated estimate of \$338,246,000 for the cost of decommissioning. We request that you proceed with obtaining assurances for funds in this amount. This action will remain open until we review and approve updated financial assurance instruments and an updated certification of financial assurance.

In accordance with Title 10 of the *Code of Federal Regulations* 2.390 of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the U.S. Nuclear Regulatory Commission (NRC) Public Document Room or from the Publicly Available Records System component of the NRC's Agencywide Documents Access and Management System (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

If you have any questions concerning this letter, please contact me at 301-492-3123 or via e-mail to Kevin.Ramsey@nrc.gov.

Sincerely,

/RA/

Kevin M. Ramsey, Project Manager
Fuel Manufacturing Branch
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
and Safeguards

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

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DATE	5/26/2011	5/27/2011	5/27/2011

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