



DEPARTMENT OF THE NAVY
NAVAL NUCLEAR PROPULSION PROGRAM
NAVAL SEA SYSTEMS COMMAND (SEA 08)
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WASHINGTON NAVY YARD DC 20376-8010

08H:JRH:jrh
Ser 08H/14-03365
21 July 2014

From: Commander, Naval Sea Systems Command
To: Director, Office of Nuclear Materials Safety and Safeguards

Subj: U.S DEPARTMENT OF ENERGY LIABILITY FOR DECONTAMINATION AND
DECOMMISSIONING OF THE NUCLEAR FUEL SERVICES, INC. FACILITY
IN ERWIN, TENNESSEE

Ref: (a) Nuclear Regulatory Commission LTR dtd 15 April 2014
(b) Naval Reactors Field Office LTR dtd 19 July 2013

1. In response to your request in reference (a) that the statement of intent in reference to Nuclear Fuel Services, Inc. (reference b) be signed by an official with the authority to request and obtain decommissioning funds from the appropriate funding body, the following statement is provided.

2. As Director of Fleet Readiness Naval Nuclear Propulsion Program, I exercise express authority and responsibility to request funds from the U.S. Navy for decommissioning activities associated with the operations authorized by U.S. Nuclear Regulatory Commission Materials License No. SNM-124 for the Naval Nuclear Propulsion Program. This authority is established by 50 U.S. Code § 2406, 2511 Sec. 8 and my position. Within this authority, I intend to request that funds be made available, when necessary, to decommission the Nuclear Fuel Services facility in Erwin, TN. I understand that the cost estimate for decommissioning activities under Naval Reactors' prime contract through its Naval Reactors Laboratory Field Office DE-NR00007 is \$374,761,000.


S. R. SCHARPNICK
Director Fleet Readiness

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