

From: [Cuadrado-Caraballo, Leira](#)
To: [Johnson, Robert](#)
Subject: June 8, 2017 Conference Call Summary: NFS Replacement of Letter of Credit
Date: Friday, June 16, 2017 9:48:00 AM

Conference Call Summary: NFS Replacement of Letter of Credit; License No. SNM-124, Docket 70-143

Date: June 8, 2017

Scheduled Time: 4:00 – 4:30 pm EST

Participants:

NFS:

Amaryl Morie, Licensing Manager, NFS

AREVA:

Jeff Weiss, AREVA Lynchburg

NRC:

Leira Cuadrado, Project Manager (PM) for NFS, NRC
Robert Johnson, FMB Chief, NRC

Purpose: Discuss status on obtaining alternate financial assurance instrument to replace the JPMorgan Letter of Credit No. TFTS-934413.

Summary of Discussions:

Licensee requested this meeting to provide follow-up status on replacing the Letter of Credit (LoC) issued by JPMorgan Chase Bank (Ref. 1).

AREVA representatives indicated:

- AREVA indicated the issuing bank here in the U.S. received the SWIFT message this week. The bank will issue the Letter of Credit (LoC) on or around June 14, 2017, at which time the NRC staff should receive an electronic copy.
- AREVA explained that the issuing institution of the LoC is a U.S. bank which is backed by a European bank. Any draws to this LoC will be through the U.S. bank issuing the LoC.
- The bank may issue this LoC next Wednesday, June 14th, but it may take a couple of days until it is sent to the NRC for review. Licensee will keep staff updated on the issuance of this LoC and timing for receiving the application for review.

NRC staff indicated the following:

- NRC issued a letter of intent to the licensee, NFS, to inform of our intention to formally submit our request to the bank to draw on the instrument on June 19th if we

do not have indication there will be an alternate instrument in place by the expiration date (Ref. 2)

- Staff was appreciative of the communications to date; nonetheless, continues to prepare for the process to draw on the existing instrument in case is needed.
- Staff indicated licensee should notify us immediately should the scenario change and AREVA is unable to obtain a LoC in a timely manner.

References:

- 1) [Nuclear Fuel Services, Inc. - Letter of Credit No. TFTS-934413 Issued by JPMorgan Chase Bank. Dated July 28, 2011](#)
- 2) [U.S. Nuclear Regulatory Commission Intent to Draw on the Letter of Credit.](#)

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