



**NUCLEAR FUEL SERVICES, INC.**  
a subsidiary of The Babcock & Wilcox Company

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21G-12-0025  
GOV-01-55-04  
ACF-12-0046  
February 7, 2012

Director, Office of Nuclear Material Safety and Safeguards  
U.S. Nuclear Regulatory Commission  
Attention: Document Control Desk  
Washington, DC 20555

References: 1) Docket No. 70-143; SNM-124  
2) Letter from NRC to David B. Amerine, Confirmatory Order, dated November 16, 2010  
3) Letter from Mark P. Elliott to NRC, Request to Amend SNM-124 Regarding Corrective Action Program to Fulfill Confirmatory Order, Section V, Paragraph 6 (EA-10-076), dated August 5, 2011

**Subject: Supplemental Information Supporting the Request to Amend SNM-124 Regarding Corrective Action Program to Fulfill Confirmatory Order, Section V, Paragraph 6 (EA-10-076)**

Dear Sir:

As requested by your staff, and in support of the review of Reference 3 above, Nuclear Fuel Services, Inc (NFS) hereby submits a copy of the assessment of the current NFS CAP against the requirements of NQA-1-2008, Part III, Subpart 3.1, "Non-Mandatory Appendix 16A-1."

If you or your staff have any questions, require additional information, or wish to discuss this matter further, please contact me at (423) 743-1705, or Ms. Jennifer Wheeler, Licensing and ISA Manager, at (423) 735-5429. Please reference our unique document identification number (21G-12-0025) in any correspondence concerning this letter.

Sincerely,

**NUCLEAR FUEL SERVICES, INC.**

Mark P. Elliott, Director  
Quality, Safety, and Safeguards

JKW/pdj

Enclosure: NFS CAP NQA-1-2008-16A-1 Gap Analysis

KIM5501

Copy:

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Mr. Galen Smith  
Senior Resident Inspector  
U.S. Nuclear Regulatory Commission

**Enclosure**

***NFS CAP NQA-1-2008-16A-1 Gap Analysis***

(21 pages to follow)



57N-11-0001  
QUA-01-05

March 31, 2011

John Nagy  
Nuclear Fuel Services  
1205 Banner Hill Road  
Erwin, TN 37650

Re: NFS Corrective Action Program Gap Analysis

Dear John,

An assessment of the NFS Corrective Action Program was performed on February 7 to 10, 2011. The attached report formally documents the results of the assessment as discussed with your leadership team on February 10.

The report includes an executive summary and the details on the observations and some path forward recommendations.

I really appreciate the professionalism, support and responsiveness for all your team at NFS. Please let me know if there are areas of this report that require additional discussion or clarification.

Sincerely/

A handwritten signature in black ink that reads "Norm Barker". The signature is fluid and cursive, with the first name "Norm" and last name "Barker" clearly distinguishable.

Norm Barker  
Vice President, QA & ISM

cc: Vanessa Peterson