



Department of Energy

Oak Ridge Operations Office
P.O. Box 2001
Oak Ridge, Tennessee 37831— 8651

70-7001
70-7002

October 4, 1996

DOCKET NOS. 70-7003

Ms. Elizabeth Ten Eyck
Director, Division of Fuel
Cycle Safety and Safeguards
Nuclear Regulatory Commission
2 White Flint North
T8A33
Washington, DC 20555

Dear Ms. Ten Eyck:

NI-70-7003/96-0001: DOE-OWNED MATERIAL IN UNITED STATES ENRICHMENT CORPORATION LEASED SPACE

This letter provides the requested information in response to your letter dated September 26, 1996.

Regarding Department of Energy (DOE) stored material in United States Enrichment Corporation (USEC) leased space, discussions with USEC staff have provided assurance that the activities described in the Compliance Plan for this issue will be completed on or before the scheduled dates. This issue covers 1) the completion of procedures that control establishment and maintenance of DOE material storage area boundaries, and controls access to those areas as well as reporting to DOE unauthorized disturbance of the areas; and 2) demarcating the location and boundaries of DOE material storage areas on leased premises and return of these areas to DOE control and oversight. These activities are currently scheduled for completion on or before November 30, 1996, and December 31, 1996, respectively.

DOE will work closely with USEC on the return of the storage areas to DOE as non-leased areas. This formal de-leasing will be accomplished within the provisions of the Lease Agreement. The end result will be the existence of non-leased DOE areas within the process buildings where the DOE storage material is currently located.

9610210068 961004
PDR ADDCK 07007001
C PDR

210005

add: NMSS/FCEB T8A33

Delete LA:

LTR End

1 0

0 0

Y0
NF44

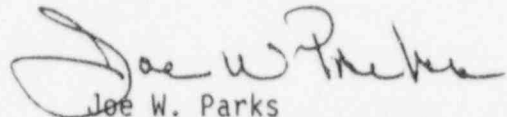
Elizabeth Ten Eyck

-2-

October 4, 1996

If you have any questions or if we may be of additional assistance, please do not hesitate to contact me or Dale Jackson at (423) 241-3208.

Sincerely,

A handwritten signature in dark ink, appearing to read "Joe W. Parks". The signature is fluid and cursive, with the first name "Joe" being the most prominent.

Joe W. Parks
Assistant Manager for
for Enrichment Facilities

cc:
G. W. Rifakes, USEC