

UNITED STATES NUCLEAR REGULATORY COMMISSION

REGION II 245 PEACHTREE CENTER AVENUE NE, SUITE 1200 ATLANTA, GEORGIA 30303-1257

March 12, 2015

Mr. David Del Vecchio President and Chief Operating Officer CB&I AREVA MOX Services Savannah River Site P.O. Box 7097 Aiken, SC 29804-7097

SUBJECT: APPLICANT PERFORMANCE REVIEW OF AUTHORIZED CONSTRUCTION

ACTIVITIES FOR CB&I AREVA MOX SERVICES MIXED OXIDE FUEL

FABRICATION FACILITY, DOCKET NUMBER 70-3098

Dear Mr. Del Vecchio:

The U.S. Nuclear Regulatory Commission (NRC) staff has completed a performance review of the Mixed Oxide (MOX) Fuel Fabrication Facility (MFFF) construction activities authorized by NRC Construction Authorization Number (No.) CAMOX-001. The NRC reviewed inspection results and enforcement actions from January 1, 2014, through December 31, 2014. The purpose of this letter is to inform you of the NRC's assessment of the safety performance at your facility during this period and any changes to our planned inspections at your facility.

The NRC determined that the MFFF was being constructed in a manner that preserved public health and safety and was consistent with the Commission's rules and regulations and the conditions of CAMOX-001. Our inspections indicated that your construction program was sufficiently implemented to support ongoing construction activities. CB&I AREVA MOX Services (MOX Services) management and quality assurance oversight adequately monitored and assessed onsite construction activities. The corrective action program implementation activities, including initiation, classification, disposition, adequacy in the documentation, and trending were deemed satisfactory.

Because no actual or potentially risk significant recurring items were identified during this assessment period, the NRC determined the performance at the MFFF during 2014 was within Column 1 of the Construction Action Matrix (CAM) as defined in Exhibit 1 of NRC Inspection Manual Chapter (IMC) 2630, Mixed Oxide Fuel Fabrication Facility Construction Inspection Program, dated May 9, 2014. Therefore, the NRC plans to conduct routine inspections of the principle systems, structures, and components consistent with IMC 2630 and commensurate with on-going activities at the MFFF. It is important that you keep us apprised of any project or construction schedule changes as soon as they are identified, in order to maintain our inspection plan current. Your staff will be informed of changes and/or additions to our inspection schedule. In conclusion, project performance for this assessment period was acceptable.

The NRC expects to issue a generic letter to request that licensees submit information to demonstrate compliance with regulatory requirements regarding the treatment of natural phenomena hazard events in the facilities' integrated safety assessments. Once licensees provide this information, additional NRC inspection hours beyond the planned inspection hours may be implemented in 2015 or 2016.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at http://www.nrc.gov/reading-rm/adams.html (the Public Electronic Reading Room).

Please refer questions and comments about our review of MOX Services' performance and planned inspections to William B. Gloersen, who can be reached by telephone at 404-997-4443.

Sincerely,

/RA/

Deborah A. Seymour, Chief Construction Projects Branch 1 Division of Construction Projects

Docket No. 70-3098 Construction Authorization No. CAMOX-001

Enclosure: Applicant Performance Review

cc w/encl: (See page 3)

cc w/encl:

Mr. Scott Cannon, Federal Project Director NA-262.1 P.O. Box A Aiken, SC 29802

Dr. Peter Winokur, Chairman Defense Nuclear Facilities Safety Board 625 Indiana Ave., NW, Suite 700 Washington, DC 20004

Mr. Joseph Olencz, NNSA/HQ 1000 Independence Ave., SW Washington, DC 20585

Ms. Susan Jenkins Division of Radioactive Waste Management Bureau of Health and Environmental Control 2600 Bull St. Columbia, SC 29201

D. Silverman Morgan, Lewis, & Bockius 1111 Penn. Ave., NW Washington, DC 20004

G. Carroll Nuclear Watch South P.O. Box 8574 Atlanta, GA 30306

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L. Zeller Blue Ridge Environmental Defense League P.O. Box 88 Glendale Springs, NC 28629

Mr. Dealis Gwyn, Licensing Manager CB&I AREVA MOX Services Savannah River Site P.O. Box 7097 Aiken, SC 29804-7097 The NRC expects to issue a generic letter to request that licensees submit information to demonstrate compliance with regulatory requirements regarding the treatment of natural phenomena hazard events in the facilities' integrated safety assessments. Once licensees provide this information, additional NRC inspection hours beyond the planned inspection hours may be implemented in 2015 or 2016.

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Please refer questions and comments about our review of CB&I AREVA MOX Services' performance and planned inspections to William Gloersen, who can be reached by telephone at 404-997-4443.

Sincerely,

/RA/

Deborah A. Seymour, Chief Construction Projects Branch 1 Division of Construction Projects

Docket No. 70-3098

Construction Authorization No. CAMOX-001

Enclosure: Applicant Performance Review

cc w/encl: (See page 3)

■ PUBLICLY AVAILABLE □ NON-PUBLICLY AVAILABLE □ SENSITIVE ■ NON-SENSITIVE

ADAMS: ■Yes ACCESSION NUMBER: ML15071A270 ■ SUNSI REVIEW COMPLETE ■ FORM 665 ATTACHED

OFFICE	RII: DCP	RII: DCP	RII: DCP	RII: DCI	NMSS:FCSE	NMSS:FCSE	NMSS:FCSE
SIGNATURE	WBG	CKH1 via e-mail	WBJ	JTY	RKJ via e-mail	MGB via e-mail	DHT via e-mail
NAME	W. Gloersen	C. Huffman	W. Jones	J. Yerokun	R. Johnson	M. Bailey	D. Tiktinsky
DATE	03/03/2015	03/11/2015	03/04/2015	03/05/2015	02/25/2015	03/12/2015	03/03/2015
E-MAIL COPY?	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO

Letter to Mr. David Del Vecchio from Deborah Seymour dated March 12, 2015.

SUBJECT: APPLICANT PERFORMANCE REVIEW OF AUTHORIZED CONSTRUCTION

ACTIVITIES FOR CB&I AREVA MOX SERVICES (MOX SERVICES) MIXED OXIDE FUEL FABRICATION FACILITY (MFFF), DOCKET NUMBER 70-3098

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PUBLIC

APPLICANT PERFORMANCE REVIEW FOR CB&I AREVA MOX SERVICES ASSESSMENT PERIOD: January 1, 2014 – December 31, 2014

The following is a summary of the relevant performance areas of CB&I AREVA MOX Services (MOX Services) in the conduct of NRC authorized construction activities.

I. ASSESSMENT AREA: QUALITY ASSURANCE PROGRAM

This area is comprised of quality assurance program implementation; design and document control; control and inspection of materials, equipment and services; inspection, test control, and control of measuring and test equipment; problem identification, resolution, and corrective action; 10 CFR Part 21 reporting; and control of the electronic management data.

<u>Performance</u>

No specific performance issues were identified. Performance warrants the routine inspection program consistent with NRC Inspection Manual Chapter (IMC) 2630 and commensurate with on-going construction activities at the Mixed Oxide (MOX) Fuel Fabrication Facility (MFFF). Identified deficiencies will be addressed through MOX Services' corrective action program.

II. ASSESSMENT AREA: CONSTRUCTION OVERSIGHT

This area is comprised of facility construction and maintenance activities of principle systems, structures, and components (PSSCs), including onsite construction activities, engineering activities, supplier and vendor fabrication activities, and maintaining the validity of prior PSSC completion conclusions.

Performance

No specific performance issues were identified. Performance warrants the routine inspection program consistent IMC 2630 and commensurate with on-going construction activities at the MFFF. Identified deficiencies will be addressed through MOX Services' corrective action program.

III. ASSESSMENT AREA: OTHER AREAS

This area is comprised of licensing activities, licensing of new processes, licensing basis document submittals, and deviations from commitments.

Performance

No specific performance issues were identified.