SAFEGUARDS INFORMATION

May 23, 2002

Mr. James E. Ellis Manager, Morris Operation General Electric Company 7555 East Collins Road Morris, III 60450

SUBJECT: ISSUANCE OF ORDER FOR INTERIM SAFEGUARDS AND SECURITY

COMPENSATORY MEASURES FOR GENERAL ELECTRIC MORRIS

OPERATION

Dear Mr. Ellis:

The U.S. Nuclear Regulatory Commission (NRC or the Commission) has issued the enclosed Order that modifies the current independent spent fuel storage installation license for your facility to require compliance with the specified interim safeguards and security compensatory measures. These interim compensatory measures are listed in Attachment 1 (contains Safeguards Information) to the enclosed Order. The Commission recognizes that you have voluntarily and responsibly implemented additional security measures following the events of September 11, 2001, however, in light of the current threat environment, the Commission concludes that the security measures should be embodied in an Order, consistent with the established regulatory framework. The Commission has determined that the current threat environment requires that the enclosed Order be effective immediately.

These actions are interim and the basis for the Order is the need to take prudent actions to address security requirements in the current threat environment. This Order does not obviate the need for General Electric Company to continue to maintain the effectiveness of existing security measures taken in response to the events of September 11, 2001. The requirements will remain in effect pending notification from the Commission that a significant change in the threat environment has occurred, or until the Commission determines that other changes are needed following a more comprehensive re-evaluation of current safeguards and security programs.

The enclosed Order calls for responses and actions within specified time frames.

With respect to the notices and submission required by Sections III.B and III.C of the Order, for any requirement of Attachment 1 that requires an analysis or is contingent upon completion of another requirement of Attachment 1, it will be a sufficient response if you state in your twenty-day submission: (1) that completion of the required action is dependent upon completion of an analysis or other requirement; (2) the expected date of completion of the analysis or other

NOTICE: Attachment 1 to the Order (Interim Compensatory Measures) contains "Safeguards Information." Upon separation of Attachment 1 to the Order, this letter and the enclosed Order are "DECONTROLLED."

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requirement; and (3) that upon such completion, you will promptly submit the results of such analysis or inform the NRC of the completion of the other requirement and the actions thereafter proposed with respect to the requirement at issue, as well as the projected date of completion. No extension of time from the twenty-day requirement is necessary for such responses submitted within twenty days.

As a separate matter, if you wish to preserve your right to request a hearing on any requirement contingent upon completion of an analysis or other requirement, a request for an extension of time to request a hearing must be filed within twenty days of the date of this Order in accordance with Section IV of the order. Such a request may seek a reasonable period of time to request a hearing beyond the date that the staff informs you whether the actions proposed, and completion date for the requirement(s) contingent upon an analysis or other requirement, are satisfactory.

Please contact the following members of my staff, Francis Young at 301-415-3207 or Robert Temps at 301-415-2552, to facilitate resolution of any issues related to compliance with the requirements in the enclosed Order, or if you have any other questions.

The enclosed Order has been forwarded to the Office of the Federal Register for publication.

Sincerely,
/RA/ original signed by /s/
Martin J. Virgilio, Director
Office of Nuclear Material Safety
and Safeguards

Docket No.: 72-01

Enclosures: 1. Order

2. Order Attachment 1 - Interim Compensatory Measures for the Current Threat Environment (Safeguards Information)

NOTICE: Attachment 1 to the Order (Interim Compensatory Measures) contains "Safeguards Information." Upon separation of Attachment 1 to the Order, this letter and the enclosed Order are "DECONTROLLED."

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DISTRIBUTION (with enclosure 1 only):

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Accession No. (Order; without Attachment 1 to Order which is Safeguards Information) ML021080507

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OFFICE	SFPO	Е	SFPO:LA	Е	SFPO:SC	Е	NRR	Е	SFPO:DD	Е
NAME	FYoung*		MDeBose*		MTokar*		RGRamm*		CMiller*	
DATE	03/28/2002		03/28/2002		03/28/2002		04/08/2002		04/11/2002	
OFFICE	OGC	Е	SFPO:D	E	NMSS:DD	Е	NMSS:D	Е		
NAME	JGoldberg*		EBrach*		MFederline*		MVirgilio			
DATE	04/09/2002		04/16/2002		04/17/2002		05/22/2002			

OFFICIAL RECORD COPY

General Electric Company - Morris Operation

Docket No.: 72-01

CC:

Mr. Christopher J. Monetta General Electric Company Mail Code: J26 P. O. Box 780 Wilmington, NC 28402

Grundy County Clerk 111 East Washington Street P. O. Box 675 Morris, IL 60450-0675

Mr. Thomas W. Ortciger, Director Illinois Department of Nuclear Safety 1035 Outer Park Drive Springfield, IL 62704

Director, Division of Nuclear Materials Safety, Region III U.S. Nuclear Regulatory Commission 801 Warrenville Road Lisle, IL 60532-4351

Mr. James E. Ellis Manager, Morris Operation General Electric Company 7555 East Collins Road Morris, IL 60450-9740