



Department of Energy

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

October 31, 2008

Mr. R. B. Starkey, Jr.
Vice President of Operations
United States Enrichment Corporation
6903 Rockledge Drive
Bethesda, MD 20817-1818

Dear Mr. Starkey:

UNITED STATES ENRICHMENT CORPORATION'S REVIEW OF THE PROPOSED TRANSFER OF APPROXIMATELY 340 ACRES OF REAL PROPERTY TO THE SOUTHERN OHIO DIVERSIFICATION INITIATIVE

Please find enclosed a map forwarded to my office from the Portsmouth/Paducah Project Office. The map is associated with a Southern Ohio Diversification Initiative (SODI) proposal to the Department of Energy (DOE) dated October 8, 2008, requesting the transfer of approximately 340 acres of land located in the northern portion of the Portsmouth Gaseous Diffusion Plant.

In accordance with Section 3.4(a) of the Lease Agreement between the United States Department of Energy and the United States Enrichment Corporation (USEC), dated July 1, 1993, DOE, by this letter is offering USEC the opportunity to lease any portion, or all, of these 340 acres. DOE requests that USEC review the enclosed map and determine if USEC is interested in including any portion, or all, of the 340 acres as leased property under Exhibit A of the Lease Agreement. If USEC does desire to expand its lease in this manner, please provide DOE a detailed description and map of the land USEC wishes to lease.

Pursuant to 10 CFR Part 770, DOE is required to reply to SODI's request within 90 days; therefore, DOE requests that, in the event USEC wishes to lease any portion of the 340 acres, USEC's response be made to this request within 45 days of the date of this letter. It is also requested that USEC notify DOE within 45 days of this letter in the event USEC does not wish to lease any portion of the 340 acres.

Thank you in advance for your cooperation and timely response. If you need additional assistance or clarification, please contact me at (865)576-2678.

A handwritten signature in black ink, appearing to read "Larry W. Clark".

Larry W. Clark
Assistant Manager
for Nuclear Fuel Supply

Enclosure

cc's on Page 2

Mr. R. B. Starkey, Jr.

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cc w/o enclosure:

M. Heiskell, NS-51, ORO
P. Stumbo, NS-51, ORO
R. DeVault, NS-52, ORO
K. Walling, CC-10, ORO
W. Murphie, PPPO, LEX
R. Blumenfeld, PPPO, ORO
R. Miskelley, PPPO, ORO
B. Gawthorp, PPPO, LEX
K. Wiehle, PPPO, PORTS

340 Acre Parcel Footprint

