



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION II
245 PEACHTREE CENTER AVENUE NE, SUITE 1200
ATLANTA, GEORGIA 30303-1257

March 27, 2012

Gary J. Laughlin, Chief Nuclear Officer
and Head of Technical Services
Louisiana Energy Services, National Enrichment Facility, L.L.C.
P.O. Box 1789
Eunice, NM 88231

SUBJECT: LOUISIANA ENERGY SERVICES, L.L.C., URENCO USA FACILITY, DOCKET
NO. 70-3103, AUTHORIZATION TO INTRODUCE URANIUM HEXAFLUORIDE
INTO CASCADES 2.7 AND 2.8

Dear Mr. Laughlin:

This letter confirms our discussion on March 26, 2012, during which the NRC authorized the introduction of uranium hexafluoride into Cascade 2.7 at the Louisiana Energy Services (LES), URENCO USA Facility located in Eunice, New Mexico. This authorization is pursuant to the provisions of Part 70, Paragraph 70.32(k) and 10 CFR 40.41(g) of Title 10 of the *Code of Federal Regulations* (CFR) that states, "No person may commence operation of a uranium enrichment facility until the Commission verifies through inspection that the facility has been constructed in accordance with the requirements of the license."

This NRC authorization is based on the results of construction and quality assurance inspections of various aspects of Assay 2 in Separation Building Module -1001 as described in the inspection reports listed in the enclosure. The NRC staff determined that the systems, structures, and components designed to support safe operation of Cascade 2.7, including feed and withdrawal stations, were constructed in accordance with the requirements of your license. Specifically, our inspections provided: (1) reasonable assurance that the design, construction, and implementation of items relied on for safety (IROFS) will protect against natural phenomena and the consequences of potential accidents, (2) verification that the Quality Assurance Program was adequately implemented during construction; and (3) verification that the construction of the IROFS was completed in accordance with the documents comprising the license and the Integrated Safety Analysis. This letter also authorizes the introduction of uranium hexafluoride into Cascade 2.8 based on the same inspection results.

The publicly available inspection reports that describe the construction and quality assurance inspections of Cascades 2.7 and 2.8 are accessible through the NRC's public electronic reading room, Agency-wide Document Access and Management System (ADAMS) at <http://www.nrc.gov/reading-rm/adams.htm> at the accession numbers listed in the enclosure.

Please note that this authorization does not apply to any Cascades other than Cascades 2.7 and 2.8 and it does not apply to processes or components associated with future phases of facility operations.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," this document may be accessed through ADAMS on the internet at www.nrc.gov/reading-rm/adams.htm.

Should you have any questions concerning this letter, please contact Mr. Joselito Calle at (404) 997-4418.

Sincerely,

/RA/

Anthony T. Gody, Director
Division of Fuel Facility Inspection

Docket No. 70-3103
License No. SNM-2010

Enclosure:
Construction and Quality Assurance Inspection
Reports for Assay 2 in SBM-1001 as they
Pertain to Cascades 2.7 and 2.8

cc w/encl: (See page 3)

G. Laughlin

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cc w/encl: (See page 3)

PUBLICLY AVAILABLE NON-PUBLICLY AVAILABLE SENSITIVE NON-SENSITIVE

ADAMS: Yes ACCESSION NUMBER: ML 12088A061 SUNSI REVIEW COMPLETE FORM 665 ATTACHED

OFFICE	RII:DFFI	RII:DFFI	NMSS				
SIGNATURE	/RA/	/RA/	Via email				
NAME	DHartland	JCalle	JKinneman				
DATE	3/27/12	3/27/12	3/27/12				
E-MAIL COPY	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO	<input type="checkbox"/> YES <input type="checkbox"/> NO	<input type="checkbox"/> YES <input type="checkbox"/> NO	<input type="checkbox"/> YES <input type="checkbox"/> NO

OFFICIAL RECORD COPY DOCUMENT NAME: G:\DFFI\FBII\BRANCH 2\LES\2012\CASCADES 2 7 AND 2 8 AUTHORIZATION LETTER.DOCX

cc w/encl:

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G. Laughlin

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Letter to Gary J. Laughlin from Anthony T. Gody dated March 27, 2012

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PUBLIC

**Construction and Quality Assurance Inspection Reports for Assay 2 in SBM-1001 as
They Pertain to Cascades 2.7 and 2.8**

Inspection Report Number	ADAMS Accession Number
2006-001	ML070190661
2007-001	ML071440430
2007-002	ML072280647
2007-003	ML073060571
2007-004	ML080670475
2008-001	ML081160345
2008-002	ML081930118
2008-003	ML083040618
2008-004	ML083540709
2008-006	ML090790642
2009-001	ML090850669
2009-002	ML091770643
2009-003	ML092730612
2009-004	ML093511013
2009-006	ML092820188
2010-005	ML100850424
2010-012	ML102020385
2011-002	ML111190268
2011-003	ML1120070634
2011-004	ML11301A218
2012-002	Pending

Enclosure