

August 1, 2016
EN 16-018

OFFICE OF ENFORCEMENT
NOTIFICATION OF SIGNIFICANT ENFORCEMENT ACTION

Vendor: AREVA, Inc. EA-16-016
Charlotte, North Carolina

Subject: ISSUANCE OF CONFIRMATORY ORDER

This is to inform the Commission that a publicly-available Confirmatory Order (Order) will be issued on or about August 4, 2016, to AREVA, Inc. (AREVA), a multinational corporation that exports nuclear reactor components under Part 110 of Title 10 of the *Code of Federal Regulations* (10 CFR). This Order will confirm commitments reached as part of an alternative dispute resolution (ADR) settlement agreement addressing apparent violations identified through an NRC staff records review conducted by the Office of International Programs.

The apparent violations involved AREVA's failure to submit quarterly reports required by 10 CFR Part 110, and the Protocol Additional to the Agreement between the United States of America and the International Atomic Energy Agency for the Application of Safeguards in the United States of America. Furthermore, the records review discovered that, in July 2014, AREVA also exported nuclear equipment listed in 10 CFR 110.8 to France (reactor coolant pump) that was not authorized by a general license and without filing an application for a specific license in accordance with 10 CFR 110.31 through 32.

In a letter dated April 21, 2016, the U.S. Nuclear Regulatory Commission (NRC) provided the results of the records review to AREVA, and offered the opportunity to attend a Predecisional Enforcement Conference or request ADR.

In response to this letter, AREVA requested ADR. An ADR mediation session was held on June 13, 2016, and a preliminary settlement agreement was reached. The settlement actions include, but are not limited to: (1) revise policies and procedures to provide reasonable assurance of continued compliance, (2) provide initial and continuing training for AREVA staff and supervisors, (3) communicating NRC requirements for import/export licensing and reporting to other nuclear equipment exporters through a variety of industry forums, and (4) instituting periodic independent audits of exporting activities.

It should be noted that AREVA has been specifically informed of, and agrees to, this enforcement action. The schedule of issuance and notification is:

Mailing of Notice	August 4, 2016
Telephone Notification of AREVA	August 4, 2016

The State of North Carolina will be notified.

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