



~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~

UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION II

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

April 11, 2017

John Corrado
Regulatory Manager
American Centrifuge Operating, LLC
3930 U.S. 23 South
P.O. Box 628
Piketon, OH 45661

SUBJECT: AMERICAN CENTRIFUGE OPERATING, LLC, CENTRUS HEADQUARTERS FACILITY, NUCLEAR REGULATORY COMMISSION INSPECTION REPORT NUMBER 70-7004/2017-401

Dear Mr. Corrado:

This letter refers to the information security inspection conducted on March 21, 2017, at the CENTRUS headquarters facility in Bethesda, MD. The purpose of this inspection was to determine whether activities authorized under the license were conducted safely, securely and in accordance with Nuclear Regulatory Commission (NRC) requirements. The enclosed report presents the results of this inspection. These results were discussed with you and members of your staff at an exit meeting held on March 21, 2017.

During the inspection, the NRC staff examined activities conducted under your license as they related to protection of classified information and to confirm compliance with the Commission's rules and regulations, and with the conditions of your license. Areas examined during the inspections are identified in the enclosed report. Within these areas, the inspections consisted of selected examination of procedures and representative records, observations of activities, and interviews with personnel.

Based on the results of the inspections, no violations of NRC requirements were identified. In accordance with Title 10 of the *Code of Federal Regulations* (10 CFR) 2.390, "Public inspections, exemptions, requests for withholding," of the NRC's "Agency Rules of Practice and Procedure," 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 Agencywide Documents Access and Management System (ADAMS); accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

The enclosure contains Sensitive Unclassified Non Safeguards Information (Security-Related Information). Upon separation, this cover letter is DECONTROLLED.

~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~

J. Corrado

2

The material enclosed herewith contains Security-Related Information associated with the Classified Information Security safeguards program at the CENTRUS Headquarters Facility, and in accordance with 10 CFR 2.390(d)(1), its disclosure to unauthorized individuals could present a security vulnerability. Therefore, the material in the enclosure will not be made available electronically for public inspection in the NRC Public Document Room, or from the NRC's Agencywide Documents Access and Management System (ADAMS); accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

Should you have any questions concerning these inspections, please contact us.

Sincerely,

/RA/

Marvin D. Sykes, Chief
Projects Branch 1
Division of Fuel Facility Inspection

Docket No. 70-7004
License No. SNM-2011

Enclosure:
NRC Inspection Report Number 70-7004/2017-401
~~w/Attachment: Supplementary Information~~

cc:
Mario Robles, Jr.
Project Support Manager
American Centrifuge Operating, LLC
3930 U.S. 23 South
P.O. Box 628
Piketon, OH 45661

R. M. DeVault
Manager
Regulatory Oversight
Department of Energy
Electronic Mail Distribution

~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~

J. Corrado

3

SUBJECT: AMERICAN CENTRIFUGE OPERATING, LLC, CENTRUS HEADQUARTERS FACILITY, NUCLEAR REGULATORY COMMISSION INSPECTION REPORT NUMBER 70-7004/2017-401

DISTRIBUTION:

- Y. Faraz, NMSS
- M. Diaz, NMSS
- D. Parsons, NSIR
- K. Everly, NSIR
- M. Sykes, RII
- L. Pitts, RII
- N. Pitoniak, RII

PUBLICLY AVAILABLE
 NON-PUBLICLY AVAILABLE
 SENSITIVE
 NON-SENSITIVE
 ADAMS: Yes
 ACCESSION NUMBER: ML17101A512
 SUNSI REVIEW COMPLETE FORM 665 ATTACHED

OFFICE	RII:DFFI						
SIGNATURE	/RA/						
NAME	MSykes						
DATE	4/ 11 /2017	4/ /2017	4/ /2017			4/ /2017	4/ /2017
E-MAIL COPY?	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO

OFFICIAL RECORD COPY
401 PUBLIC LETTER.DOCX

DOCUMENT NAME: G:\DFFI\REPORTS\FINAL REPORTS\ACP\2017\CENTRUS HQ IR 2017-