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August 4, 2017

Mr. Wyatt Padgett P.E.
Licensing and Performance
Assessment Manager
Louisiana Energy Services, LLC
P.O. Box 1789
Eunice, NM 88231

SUBJECT: LICENSE AMENDMENT REQUEST 16-05 DECOMMISSIONING OF
CENTRIFUGE ASSEMBLY BUILDING CLASSIFIED NETWORK AND
DELETION OF LICENSE CONDITION 10.n FINAL CLOSEOUT

Dear Mr. Padgett

By letter dated October 13, 2016 (LES-16-00136-NRC), (Agencywide Documents Access and Management System [ADAMS] Accession Number ML16294A267, Louisiana Energy Services d.b.a. URENCO USA (UUSA) requested U.S. Nuclear Regulatory Commission (NRC) staff to review and approve a license amendment (LA) to the subject license (SNM-2010) to delete license condition (LC) 10.n. The deletion of this LC was to support the decommissioning of the Centrifuge Assembly Building (CAB) Classified Computer Network, and to authorize the termination of the Enrichment Technology Corporation (ETC) Information Systems Security Plan for the Protection of Classified Matter within the CAB.

The approval of that LA was issued on December 16, 2016, however, as stated in the cover letter:

“To both de-authorize this network, and to review and verify the implementation of the decommissioning plan, a final inspection is required. Thus, UUSA must notify both the NRC and DOE as to when the disassembly verification (e.g. inspection) can be performed.”

The NRC received the required notification, from UUSA, on March 31, 2017, (LES-17-00046-NRC), (ML17095A554). Therefore, on April 20, 2017, representatives from NRC's Office of Nuclear Security and Incident Response and Region II, along with several Department of Energy (DOE) Authorizing Official staff, conducted a walk-down of ETC UUSA's CAB to verify the disassembly of the CAB classified network. The NRC and DOE staffs noted that all of the CAB classified servers, computer hard drives, and drop connections were disconnected and the servers and hard drives were properly stored or destroyed as committed

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to in the NRC-approved ETC UUSA Standard Practice Procedures Plan. Therefore, on the basis of this verification DOE as the Authorizing Official, who certified and accredited the CAB classified network, hereby withdraws ETC UUSA's authority to operate (ATO) the CAB classified network identified in System Security Plan CAB Classified Network processing of Classified Information Enrichment Technology US CAB 1300. The withdrawal of the ATO by DOE is documented in the enclosure.

All of the activities noted above involve administrative actions, the NRC staff has determined the proposed activities do not individually or cumulatively have a significant effect on the human environment. Therefore, in accordance with Title 10 of the *Code of Federal Regulations*, (10 CFR) Paragraph 51.22(c)(11), neither an Environmental Assessment nor an Environmental Impact Statement is warranted for this action.

In accordance with 10 CFR 2.390 of the NRC's "Agency Rules of Practice and Procedure," a copy of this letter w/o enclosure will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records System component of NRC's ADAMS. The enclosure will be withheld as Security-Related Information. ADAMS is accessible from the NRC Web site at: <http://www.nrc.gov/reading-rm/adams.html>.

If you have any questions, please contact Mr. Michael Raddatz at (301) 415-7391, or via e-mail at Michael.Raddatz@nrc.gov.

Sincerely,

/RA/

Jacob I Zimmerman, Chief
Enrichment and Conversion Branch
Division of Fuel Cycle Safety, Safeguards,
and Environmental Review
Office of Nuclear Material Safety
and Safeguards

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

Enclosure:
DOE Withdrawal
of Authority to Operate

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10.n FINAL CLOSEOUT DATED: August 4, 2017

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NAME	AWalker-Smith	K. Everly (via e-mail)	MRaddatz	JZimmerman
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