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UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION II

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

June 4, 2018

Stephen Cowne, Chief Nuclear Officer
and Compliance Manager
URENCO USA
P.O. Box 1789
Eunice, NM 88231

SUBJECT: LOUISIANA ENERGY SERVICES, LLC, URENCO USA – NUCLEAR
REGULATORY COMMISSION INSPECTION REPORT 70-3103/2018-401

Dear Mr. Cowne:

The Nuclear Regulatory Commission (NRC) conducted a routine safeguards inspection at your Louisiana Energy Services (LES) site in Eunice, New Mexico, on May 7 - 10, 2018, including an inventory observation inspection from January 17 – 18, 2018. The purpose of this inspection was to determine whether activities authorized by your license were conducted safely and in accordance with NRC regulatory requirements. The enclosed report presents the results of the inspection, which were discussed with members of your staff during an exit meeting held at the conclusion of the inspection on May 10, 2018.

This inspection examined activities conducted under your license as they relate to public health and safety, the common defense and security, and to confirm compliance with the Commission's rules and regulations, and with the conditions of your license. The inspection consisted of selected examination of procedures and representative records, observations of activities, and interviews with personnel. Two non-cited violations were identified as a result of the inspection, which you placed into your corrective action program.

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 enclosed inspection report contains Security-Related Information in accordance with 10 CFR 2.390(d)(1) and 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 document system (ADAMS), accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

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

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S. Cowne

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Should you have any questions concerning this report, please contact Manuel Crespo at 404-997-4733 or at manuel.crespo@nrc.gov.

Sincerely,

/RA/

Rebecca Nease, Chief
Safety Branch
Division of Fuel Facility Inspection

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

Enclosure:
Inspection Report No. 70-3103/2018-401

cc:
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The Honorable Sam D. Cobb, Mayor
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Stephen Aldridge, Mayor
City of Jal
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Jal, NM 88252

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REGULATORY COMMISSION INSPECTION REPORT 70-3103/2018-401

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