



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D.C. 20555-0001

September 23, 2019

Ms. Kelly L. Wiehle, Regulatory Manager
American Centrifuge Operating, LLC
P.O. Box 628
Mail Stop 7560
3930 U.S. 23 South
Piketon, Ohio 45661

SUBJECT: CANCELLATION OF DECOMMISSIONING FINANCIAL ASSURANCE
FUNDING INSTRUMENT FOR THE AMERICAN CENTRIFUGE LEAD
CASCADE FACILITY LICENSE NUMBER SNM-7003: (EPID NUMBER
L-2019-DF1-0002)

Dear Ms. Wiehle:

This letter is to inform Centrus Energy Corp. (Centrus) that the U.S. Nuclear Regulatory Commission (NRC) is cancelling and returning the decommissioning financial assurance funding instrument Centrus provided to the NRC with respect to NRC License No. SNM-7003.

By letter dated September 23, 2019 (Agencywide Document Access and Management System (ADAMS) Accession No. ML19228A096), the NRC approved Centrus' Final Status Survey Report for the Lead Cascade Facility (LCF). In its approval, NRC concluded that it has reasonable assurance that Centrus has appropriately decommissioned the LCF in accordance with the requirements of Title 10 of The *Code of Federal Regulations*, (10 CFR) Part 20, "Standards for Protection Against Radiation." Therefore, Centrus is no longer required to maintain decommissioning financial assurance in accordance with 10 CFR 70.25, "Financial assurance and recordkeeping for decommissioning." Consequently, the NRC is now cancelling and returning the financial assurance that was provided to NRC for the LCF. As the NRC license will remain in place, the NRC's September 23, 2019 approval mentioned above added a condition to the LCF license SNM-7003 that the licensee cannot receive any licensed material at the LCF without prior NRC approval. If such an approval is requested, then depending on the quantity and types of licensed material, this may require the licensee to re-establish decommissioning financial assurance prior to receiving the licensed material onsite.

The financial assurance that Centrus provided in connection with this license was a surety bond issued by Westchester Fire Insurance Company and a standby trust agreement issued by U.S. Bank National Association. The surety bond, including riders, and the standby trust agreement have been cancelled and are being returned to Centrus at this time.

Enclosures 1 and 2 transmitted herewith contain Proprietary Information. When separated from the sensitive conditions in Enclosure 1 and 2, this document is decontrolled.

K. Wiehle

2

In accordance with 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 component of NRC's ADAMS. ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

If you have any questions regarding this action, please contact Mr. Yawar Faraz by telephone at (301) 415-7220, or via e-mail at Yawar.Faraz@nrc.gov.

Sincerely,

/RA/

Kathryn M. Brock, Acting Director
Division of Fuel Cycle Safety, Safeguards,
and Environmental Review
Office of Nuclear Material Safety
and Safeguards

Docket No.: 70-7003
License No.: SNM-7003

Enclosures:

1. Cancelled Surety Bond issued by
Westchester Fire Insurance
Company
2. Cancelled Standby Trust Agreement
issued by U.S. Bank National
Association

cc: L. Cutlip, Vice President, Centrus
R. DeVault, DOE NE-ORSO

Westchester Fire Insurance Company
1601 Chestnut Street
P.O. Box 41484

U.S. Bank National Association
Corporate Trust Services
1021 E. Cary Street, 18th Floor
Richmond, VA 23219

Enclosures 1 and 2 transmitted herewith contain Proprietary Information. When separated from the sensitive conditions in Enclosure 1 and 2, this document is decontrolled.

OFFICIAL USE ONLY — PROPRIETARY INFORMATION

K. Wiehle

3

SUBJECT: CANCELLATION OF DECOMMISSIONING FINANCIAL ASSURANCE FUNDING INSTRUMENT FOR THE AMERICAN CENTRIFUGE LEAD CASCADE FACILITY LICENSE NUMBER SNM-7003: (EPID NUMBER L-2019-DF1-0002)

DATED: September 23, 2019

DISTRIBUTION:

FCSE r/f	KEverly, NSIR	LPitts, RII
DParsons, NSIR	MLearn, RIII	MKunowski, RIII
JSmith, NMSS	DTiktinski, NMSS	LClark, OGC
DPretzello, NMSS	JZimmerman, NMSS	KKline, NMSS
AKock, NMSS	ASchwartzman, NMSS	BPham, DUWP
RLewis, NMSS	JLubinski, NMSS	BvonTill, DUWP

ADAMS Accession Numbers: ML19238A133 (P), ML19238A138 (L) *via email

OFFICE	FCSE/LOB	FCSE/FCSR	DUWP	FCSE/LOB
NAME	Y. Faraz	E. Lee	C. McKenney	M. Kotzalas
DATE	09/10/2019	09/11/2019	09/17/2019	09/18/2019
OFFICE	FCSE			
NAME	K. Brock			
DATE	09/23/2019			

OFFICIAL RECORD COPY

Enclosures 1 and 2 transmitted herewith contain Proprietary Information. When separated from the sensitive conditions in Enclosure 1 and 2, this document is decontrolled.
--