



**UNITED STATES
NUCLEAR REGULATORY COMMISSION**
REGION II
245 PEACHTREE CENTER AVENUE N.E., SUITE 1200
ATLANTA, GEORGIA 30303-1200

December 11, 2020

Larry B. Cutlip
Senior Vice President Field Operations
American Centrifuge Operating, LLC
400 Centrifuge Way
Oak Ridge, TN 37830

SUBJECT: AMERICAN CENTRIFUGE OPERATING, LLC, OAK RIDGE FACILITY – U.S.
NUCLEAR REGULATORY COMMISSION INSPECTION REPORT NUMBER 70-
7004/2020-401

Dear Mr. Cutlip:

This report documents the results of the Information Security Operational Readiness Review that was conducted on September 22 – 24 and November 12, 2020, at the American Centrifuge Operating, LLC (ACO) facility in Oak Ridge (OR), Tennessee. The purpose of this inspection was to determine whether adequate controls were in place to support the storage and processing of classified matter in accordance with Nuclear Regulatory Commission (NRC) requirements. The results of this inspection were discussed with members of your staff at an exit meeting held on November 12, 2020.

During this 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 inspection 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 more than minor significance were identified.

The material enclosed herewith contains Security-Related Information associated with the Classified Information Security safeguards program at the ACO-OR Facility, and in accordance with 10 CFR 2.390(d)(1), its disclosure to unauthorized individuals could present a security vulnerability.

L. Cutlip

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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>.

If you have any questions regarding the report, please contact us.

Sincerely,

/RA/

Robert E. Williams, Jr. Chief
Projects Branch 1
Division of Fuel Facility Inspection

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

Enclosure:
~~NRC Inspection Report 70-7004/2020-401~~
~~w/Attachment: Supplemental Information~~

L. Cutlip

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cc:

Larry Cutlip
Senior Vice President Field Operations
ACO
cutliplb@centrusenergy.com

Kelly Wiehle
Regulatory Manager
ACO
wiehlekl@centrusenergy.com

Scott Eagan
Security Manager
ACO-OR
eagens@centrusenergy.com

SoLita Greene
Director, Department of Energy NE-32/D-430
solita.greene@nuclear.energy.gov

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SUBJECT: AMERICAN CENTRIFUGE OPERATING, LLC, OAK RIDGE FACILITY – U.S.
NUCLEAR REGULATORY COMMISSION INSPECTION REPORT NUMBER 70-
7004/2020-401 dated December 11, 2020

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ADAMS: ☒ Yes ACCESSION NUMBER: **ML20346A211** ☒ SUNSI REVIEW COMPLETE S FORM 665 ATTACHED

OFFICE	RII:DFFI/PB1	RII:DFFI/PB1	RII:DFFI/PB2	RII:DFFI/PB1		
NAME	L. Pitts	K. Womack	T. Vukovsky	R. Williams		
DATE	12/8/2020	12/09/2020	12/09/2020	12/11/2020		
E-MAIL COPY?	YES NO	YES NO	YES NO	YES NO		

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