



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

December 2, 2021

EA-21-149
Mr. Larry Cutlip
Senior Vice President
American Centrifuge Operating, LLC
400 Centrifuge Way
Oak Ridge, TN 37830

SUBJECT: AMERICAN CENTRIFUGE OPERATING - OAK RIDGE – INFORMATION
SECURITY INSPECTION REPORT 07007004/2021408 AND NON-CITED
VIOLATION

Dear Mr. Cutlip:

On August 26, 2021, the U.S. Nuclear Regulatory Commission (NRC) completed an inspection at American Centrifuge Operating - Oak Ridge and discussed the results of this inspection with you and other members of your staff. The results of this inspection were documented in Information Security Inspection Report 2021-403 (ML21267A521) and included the identification of one apparent violation. Based on additional reviews the NRC has concluded that this issue represents a violation appropriately categorized at Severity Level IV. Additionally, this violation is being treated as a non-cited violation consistent with Section 2.3.2.b. of the NRC Enforcement Policy. This violation is considered closed as the corrective actions have been completed by the licensee and reviewed by the NRC.

If you contest the violation or the significance or severity of the violation documented in this inspection report, you should provide a response within 30 days of the date of this inspection report, with the basis for your denial, to the U.S. Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, DC 20555-0001; with copies to the Regional Administrator, Region II; the Director, Office of Enforcement; and the Director, Office of Nuclear Security and Incident Response.

The enclosed report contains Security-Related Information, so the enclosed report will not be made publicly available in accordance with Title 10 of the *Code of Federal Regulations* (10 CFR) 2.390(d)(1). If you choose to provide a response that contains Security-Related Information, please mark your entire response "Security-Related Information–Withhold from public disclosure under 10 CFR 2.390" in accordance with 10 CFR 2.390(d)(1) and follow the instructions for withholding in 10 CFR 2.390(b)(1). The NRC is waiving the affidavit requirements for your response in accordance with 10 CFR 2.390(b)(1)(ii).

L. Cutlip

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Sincerely,

/RA/

Cynthia D. Taylor, Chief
Projects Branch 1
Division of Fuel Facility Inspection

Docket No. 07007004
License No. SNM-2011

Enclosure:
As stated

cc w/ encl: Distribution via LISTSERV

L. Cutlip

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ADAMS ACCESSION NUMBER: **ML21337A335** (Cover letter)

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