

October 20, 2016

Mr. Steven A. Toelle, Director
Regulatory Affairs
American Centrifuge Operating, LLC
6901 Rockledge Drive, Suite 800
Bethesda, MD 20817-1818

SUBJECT: CHANGES TO THE SECURITY PROGRAM FOR THE AMERICAN CENTRIFUGE
PADUCAH-GOVERNER'S CROSSING FACILITY (COST ACTIVITY CODE
L34366)

Dear Mr. Toelle:

I am responding to your letter dated April 26, 2016 (ACO 16-0015, Agencywide Documents Access and Management System [ADAMS] Accession Number ML16124A974), in which you submitted changed pages to the Security Program SP-PGC-0001 for the American Centrifuge Paducah-Governor's Crossing (PGC) facility in Paducah, Kentucky.

Following your submittal, by letter dated July 27, 2016 (ADAMS No. ML16229A208), you informed the U.S. Nuclear Regulatory Commission (NRC) of Centrus Energy Corp.'s determination that the classified area at the PGC was no longer required. As such, in your letter you requested that the NRC conduct a close-out inspection of the facility and change its status to non-possessing. In your letter, you enclosed a Certificate of Non-Possession of classified matter at the PGC.

We have concluded our review of your submittals. In coordination with subject matter experts from the U.S. Department of Energy, the NRC staff conducted a close-out inspection at the PGC on August 18, 2016. During the inspection, the NRC staff verified that all classified matter had either been returned to the licensee, American Centrifuge Operating, LLC, or appropriately destroyed. Therefore, based on the results of the inspection, the NRC staff is terminating the PGC's Facility Clearance. The results of the inspection were transmitted to you by letter dated August 25, 2016, from Mr. Darryl H. Parsons, Chief, Information Security Branch, Division of Security Operations, Office of Nuclear Security and Incident Response. Please note this action also includes a termination of our review of the changed pages to SP-PGC-0001. SP-PGC-0001 is now inactive.

This action completes the efforts under Cost Activity Code L34366.

In accordance with Title 10 of the *Code of Federal Regulations* 2.390(d) of the NRC's "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> (the Public Electronic Reading Room).

S. Toelle

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

Sincerely,

/RA/

Thomas A. Grice, Chief
Enrichment and Conversion Branch
Division of Fuel Cycle Safety, Safeguards,
and Environmental Review
Office of Nuclear Material Safety
and Safeguards

Docket No.: 07007004
License No.: SNM-2011

cc: Mr. Randall DeVault, U.S.
Department of Energy
Mr. Larry Cutlip, Vice President

S. Toelle

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

Sincerely,

/RA/

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Office of Nuclear Material Safety
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Department of Energy
Mr. Larry Cutlip, Vice President

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ADAMS Accession Number: ML16287A471

OFC	FCSE/ECB	FCSE/ERB	NSIR/ISB	FCSE/ECB
NAME	YFaraz (Osiris Siurano for)	AWalker-Smith	DParsons (via e-mail)	TGrice
DATE	10/18/16	10/19/16	10/20/16	10/20/16

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