

July 16, 1996

Docket No. 70-0036 License No. SNM-33

U. S. Nuclear Regulatory Commission ATTN: Document Control Desk Washington, DC 20555

SUBJECT: REPLY TO NOTICE OF VIOLATION

Gentlemen:

Enclosed is Combustion Engineering's Reply to Notice of Violation dated June 17, 1996, concerning NRC Inspection Report No. 70-36/96-201.

The enclosed Reply to Notice of Violation is marked as containing 10 CFR 2.790 information since it pertains to our material control and accounting (MC&A) safeguards program. Under provisions of Section 2.790 of the NRC's "Rules of Practice," Part 2, Title 10. Code of Federal Regulations, reports containing information related to a licensee's MC&A safeguards program are exempt from public disclosure.

We will be glad to discuss any questions you have concerning our response. If you have any questions or need further information, please contact me or Mr. Dave Harris of my staff at (314) 937-4691.

Very truly yours,

COMBUSTION ENGINEERING, INC.

Robert W. Sharkey

Director, Regulatory Affairs

cc: Philip Ting, Chief **Operations Branch** Division of Fuel Cycle Safety and Safeguards, NMSS

RA96/468

Information in this record was deleted in accordance with the Freedom of Information Act. exemptions

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ENCLOSURE CONTAINS 10 CFR 2.790 INFORMATION

ABB CENO Fuel Operations