

UNITED STATES NUCLEAR REGULATORY COMMISSION WASHINGTON D. C. 20555

JUN 2 2 1979

General Electric Company
ATTN: Mr. A. L. Kaplan, Manager
Licensing and Compliance Audits
Mail Stop J-26
P. O. Box 780
Wilmington, North Carolina 28401

Gentlemen:

This refers to your letters of May 29, and June 1, 1979 and discussions between NRC and General Electric - Wilmington personnel at NRC Headquarters May 31, 1979 concerning your request to delay initiating certain portions of your Material Measurement Control Plan (10 CFR 70.57) which became effective June 3, 1979.

This letter will also serve as a response to your letter of March 13, 1979 requesting modification of your current License Condition 2.1 to reflect that Appendix C is an enforceable section of your Fundamental Nuclear Material Control Plan and that you are 'n compliance with current License Condition 2.2.

We have determined that the granting of modified delays in implementing certain sections of your Material Measurement Control Plan will not endanger the common defense and security and is otherwise in the public interest. We have further determined that Appendix C is an integral part of your FNMC Plan. Accordingly, License Condition 2.1 is revised and new License Condition 2.1.1 is added to Amendment MPP-2 to your License No. SNM-1097 to read as follows:

- 2.1 The licensee shall follow the Fundamental Nuclear Material Control Plan specified on pages xix through xxiv dated April 25, 1979 (except Appendix A and as stated in License Condition 2.1.1) and shall follow page xxvi (Appendix C) dated April 25, 1979, which contains descriptions of acceptable alternative safeguard systems for meeting regulatory requirements; with the exception of those pages listed as Demonstration and as revised in accordance with the provisions of 10 CFR 70.32(c).
- 2.1.1 The licensee shall have implemented by June 3, 1979 the Material Measurement Control Plan described in our letter to him dated May 4, 1979 with the exception of those sections described in his letter and Attachments 1 and 2 dated May 29, 1979. These sections shall be implemented no later than the schedule specified in the licensee's letter and Attachments 1 and 2 dated May 29, 1979.

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It has been established that your letters of March 29, including Attachments 1 and 2, and May 13, 1979 with attachment and June 1, 1979 with attachment, contains information of a type specified in 10 CFR 2.790(d). Accordingly, pursuant to Section 2.790(d)(1), such information is deemed to be commercial or financial information within the meaning of 10 CFR 9.5(a)(4) and shall be subject to disclosure only in accordance with the provisions of 10 CFR 9.12.

Sincerely,

James G. Partlow, Chief Material Control & Accountability Licensing Branch

Division of Safeguards