

CASTLE HAYNE ROAD . P. O. BOX 780 . WILMINGTON, N. C. 3840 4 9(919) 348-5000

NUCLEAR ENERGY PRODUCTS DIVISION

WILMINGTON MANUFACTURING DEPARTMENT

July 18, 1980

Mr. W. B. Kenna, Chief Safeguards Branch U. S. Nuclear Regulatory Commission, RII 101 Marietta Street, NW - Suite 3100 Atlanta, Georgia 30303

Dear Mr. Kenna:

- References: (1) NRC Inspection Report RII/JWB, 70-1113/80-07. dated 6/20/80
 - (2) NRC License SNM-1097, Docket #70-1113

Thank you for your letter referred to above which reported the results of the inspection of our fuel fabrication plant in Wilmington, N. C., by Mr. J. W. Bates of your office on May 27-30. 1980.

A reply to the item of apparent noncompliance with NRC requirements is given in the attachment to this letter. We appreciated your inspector's comments and suggestions related to our safeguards programs. These comments and suggestions are helpful to us in our constant effort; to maintain and, where necessary, improve these programs and to ensure the continuation of a successful safeguards effort at our plant.

We also welcome further discussion with your staff on the item in your letter and in our related reply, if necessary, for further clarification o. this item.

Pursuant to 10 CFR 2.790(d), General Electric Company requests that the attachment to this letter be withheld from public disclosure since this attachment identifies details of General Electric's control and accounting procedures for safeguarding licensed special nuclear material.

Very truly yours.

GENERAL ELECTRIC COMPANY

Arthur L. Kaplan, Manager Licensing & Compliance Audits

M/C J26

ALK: bmw

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Attachment