

UNITED STATES NUCLEAR REGULATORY COMMISSION

REGIONI 631 PARK AVENUE KING OF PRUSSIA, PENNSYLVANIA 19406

2 8 JAN 1980

Docket No. 70-371

United Nuclear Corporation UNC Naval Products ATTN: Mr. D. E. Ganley President 67 Sandy Desert Road Uncasville, Connecticut 06382

Gentlemen:

Subject: Inspection 70-371/79-23

This refers to the inspection conducted by Mr. E. Woltner of this office on December 10-13, 1979, of activities authorized by NRC License No. SNM-368 and to the discussions of our findings held by Mr. Woltner with Mr. T. Collopy of your staff at the conclusion of the inspection.

Areas examined during this inspection are described in the Office of Inspection and Enforcement Inspection Report which is enclosed with this letter. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector.

Within the scope of this inspection, no items of noncompliance were observed.

In accordance with Section 2.790(d) of the NRC's "Rules of Practice", Part 2, Title 10, Code of Federal Regulations, documentation of your control and accounting procedures for safeguarding special nuclear materials and your facility security procedures are exempt from disclosure; therefore, the enclosed inspection report will not be placed in the Public Document Room and will receive limited distribution.

No reply to this letter is required; however, should you have any questions concerning this inspection, we will be pleased to discuss them with you.

Walter G. Martin, Chief

Safeguards Branch

Enclosure: Office of Inspection and Enforcement Inspection Report Number

70-371/23 (Contains 2.790 Information)