

UNITED STATES NUCLEAR REGULATORY COMMISSION WASHINGTON, D. C. 20555

DEC 2 1 1980

United Nuclear Corporation
Naval Products
ATTN: Mr. W. F. Kirk, Manager
Nuclear and Industrial Safety
67 Sandy Desert Road
Urcasville, Connecticut 06382

Gentlemen:

This is in response to your December 2, 1980 correspondence which transmitted partial revisions to Chapters 3.0, 4.0 and 7.0 of your Fundamental Nuclear Material Control Plan.

We have determined that the revisions are acceptable and will not adversely affect the common defense and security nor the public health and safety. Accordingly, in order to consolidate the revised pages, we are revising License Condition 2.1 of Materials and Plant Protection Amendment MPP-1 to your License No. SNM-368, effective immediately, as shown in the enclosure.

We have determined that the enclosure to your letter dated December 2, 1980 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 and Accountability

Licensing Branch

Enclosure: As stated

Sections 1.0 Through 8.0 of Materials and Plant Protection Amendment MPP-1 to License No. SNM-368

Effective October 28, 1980

1.0 FACILITY ORGANIZATION

- 1.1 Review/audit results shall be documented and communicated to management in accordance with the following criteria:
 - Deficiencies which seriously weaken the material control system shall be reported to management immediately upon identification and corrective actions initiated,
 - A summary of review/audit results and recommendations shall be verbally communicated to management at the conclusion of the activity but in no case more than ten (10) working days after completion of the review/audit,
 - Within thirty (30) working days after completion of the review/audit, a schedule shall be developed for corrective actions.

2.0 FACILITY OPERATION

- 2/22/80) 2.1 The licensee shall follow the UNC Naval Products Fundamental Nuclear Material Control Plan, Revision 1 dated September 1, 1980 and as revised September 4, October 3 and December 2, 1980, and in accordance with the provisions of 10 CFR 70.32(c).
 - 2.2 No statement in the licensee's Plan identified in Condition 2.1 shall relieve the licensee of a requirement of 10 CFR Part 70 unless granted in a specific exemption or exception set forth as a condition of this license.
 - 2.3 Operations involving special nuclear material which are not described in the Plan identified in Condition 2.1 shall not be initiated until an appropriate safeguards plan has been approved by the Nuclear Regulatory Commission.

3.0 MEASUREMENTS

3.1 The licensee or his designated agent shall measure, except as specified in 70.58(e) and in License Condition 5.1, the uranium and uranium-235 content of all special nuclear material receipts, shipments, waste discards and material inventoried.