

MATERIAL TRANSMITTED HEREWITH CONTAINS 2.790 INFORMATION UNITED STATES NUCLEAR REGULATORY COMMISSION REGION II 101 MARIETTA ST., N.W., SUITE 3100 ATLANTA, GEORGIA 30303

APR 1 6 1981

Tennessee Valley Authority Manager of Power 500A Chastnut Street Tower II Chattanooga, TN 37401

Gentlemen:

Subject: Report No 50-328/81-17

This refers to the special safeguards inspection conducted by D. E. Moore of this office on April 1-3, 1981, of activities authorized by NRC Construction Permit No. CPPR-73 at Sequoyah facility and to the discussions of our findings held with J. M. McGriff at the conclusion of the inspection.

Areas examined during this inspection included your program for nuclear material control and accountability under the applicable provisions of Title 10, Code of Federal Regulations, Part 70, "Special Nuclear Material," and specific license conditions. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, performance tests, and observations by the inspector.

Within the scope of this inspection, no violations or deviations were disclosed.

In accordance with Section 2.790(d) of the NRC's "Rules of Practice", Part 2, Title 10, Code of Federal Regulations, activities involving safeguards and security measures are exempt from public disclosure; therefore, the enclosed inspection report with the exception of the report cover page, which is an inspection summary, will not be placed in the Public Document Room.

Should you have any questions concerning this letter, we will be glad to discuss them with you.

Sincerely,

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R. C. Lewist Acting Director Division of Resident and Reactor Project Inspection

Enclosures: See Page 2



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Tennessee Valley Authority

2

APR 1 6 1981

Enclosure:

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- Inspection Report No. 50-328/81-17 (Exempt from Disclosure)
- Inspection Summary (Not Exempt)

cc w/encl:

- H. J. Green, Division Director
- G. G. Stack, Project Manager
- J. M. Ballentine, Plant Superintendent
- J. F. Cox, Supervisor, Nuclear Licensing Section
- M. J. Burzynski, Project Engineer
- H. N. Culver, Chief, Nuclear Safety Review Staff

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