

FEB 08 1991

MR. CHARLES W. MALODY

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Advanced Nuclear Fuels Corporation  
ATTN: Mr. Charles W. Malody, Manager  
Regulatory Compliance  
2101 Horn Rapids Road  
P.O. Box 130  
Richland, WA 99352-0130

Dear Mr. Malody:

SUBJECT: INSPECTION NO. 70-1257/91-201

The Nuclear Regulatory Commission (NRC) conducted a routine inspection of your facility's material control and accounting safeguards program on January 21-25, 1991. The scope and results of the inspection are summarized in the Inspection Report Summary (Enclosure 1). Areas examined during the inspection are described in the Inspection Report Details (Enclosure 2).

The inspection consisted of selective examination of procedures and representative records, interviews with personnel, and observation of activities in progress. At the conclusion of the inspection, the findings were discussed with you and members of your staff. Within the scope of this inspection, no violations or deviations were identified.

Under the provisions of Section 2.790(d), reports containing information related to a licensee's material control and accounting program are exempt from public disclosure. Accordingly, the enclosed Inspection Report Details will not be placed in the Public Document Room.

Should you have any questions concerning this letter, please contact us.

Sincerely, Original Signed by  
Theodore S. Sherr

Theodore S. Sherr, Chief  
Domestic Safeguards Branch  
Division of Safeguards  
and Transportation, NMSS

Enclosures:  
As stated

cc: w/Enclosures:  
Mr. James B. Edgar, Staff Specialist - Safeguards  
Mr. Mark D. Weiss, Vice President, Finance

w/o Enclosures:  
Mr. T. Strong, Chief  
Department of Social and Health Services  
Olympia, Washington

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