DISTRIBUTION:

MR. R. B. ANDREWS

Docket No. 70-371 License No. SNM-368

UNC Naval Products ATTN: Mr. R. B. Andrews President 67 Sandy Desert Road Uncasville, CT 06382

Dear Mr. Andrews:

NRC File Center Docket 70-371 PDR, w/o Encl. 2 NSIC, w/o Encl. 2 Case File SGDB r/f w/o Encl. 2 MMessier, LFMB, wo end 2 CHaughney, IMSB RBurnett

MWilliams ESuarez WFloyd GNelson RJackson TPham TSherr RMilstein CGaskin 56 DB c/+

SUBJECT: NOTICE OF VIOLATION INSPECTION NO. 70-371/90-206

The Nuclear Regulatory Commission (NRC) conducted a routine inspection of your facility's material control and accounting safeguards program on December 3-7, 1990. 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.

The inspection findings indicate that certain activities appeared to violate NRC requirements. The violation, references to pertinent requirements, and details to be addressed in your response are described in the Notice of Violation (Enclosure 3).

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 Inspection Report Details (Enclosure 2) and the Notice of Violation (Enclosure 3) will not be placed in the Public Pocument Room.

The responses directed by this letter and its enclosures are not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, P. L. No. 96-511.

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

Sincerely,

9101100194 901224 PDS ADDCK 931224 ADOCK 0710037: Theodore S. Sherr, Chief Domestic Safeguards Branch Division of Safeguards and Transportation, NMSS

Enclosures:

As stated

12/8/90

SGDB SGDB SGDB MW1711ams:pag RJackson 12/8/90

SGDE ESuarez 12/2//90

SGDB (M DKasun 12/21/90 SGOBL TSherr 12/2//90

SECURITY-RELATED INFORMATION ENCLOSURE(S) ONLY CONTAINS(S 10 CFR 2.780(d) INFORMALION

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