APR 2 2 1983

Babcock and Wilcox Company
ATTN: Mr. R. A. Alto, Manager
Virginia Operations, Utility
Power Generation Division
Commercial Nuclear Fuel Plant
P. O. Box 800
Lynchburg, VA 24505

Gentlemen:

SUBJECT: REPORT NO. 70-1201/83-04

This refers to the routine safeguards inspection conducted by Mr. J. W. Bates of this office on March 21-24, 1983, of activities authorized by NRC License No. SNM-1168 at Commercial Nuclear Fuel Plant and to the discussions of our findings held with Mr. D. W. Zeff, Manager, Materials Management, 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 report with the exception of the 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,

J. Philip Stohr, Director Division of Emergency Preparedness and Materials Safety Programs

Enclosure: (See page 2)

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Enclosures:

 Inspection Report No. 70-1201/83-04 (Exempt from Disclosure)

 Inspection Summary (Not Exempt)

bcc w/Inspection Summary:
State of Virginia

bcc w/encl: Document Management Branch Chief of Safeguards Branch, DSRSI Chief, Division of Safeguards Licensing Branch, 881SS

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