

JUL 15 1982

Docket No. 70-36

Combustion Engineering, Inc.
ATTN: Mr. H. V. Lichtenberger
Vice President
Manufacturing
Nuclear Power Systems
Windsor, CT 06095

Gentlemen:

This refers to the routine safeguards material control and accountability inspection conducted by Mr. A. G. Finley of this office and Mr. J. Blaylock of the NRC Headquarters Safeguards Branch and to the discussion of our findings with Mr. J. A. Rode, Plant Manager, and Mr. H. Eskridge, Supervisor, Nuclear Licensing Safety and Accountability at the conclusion of the inspection. The inspection was a review of activities at the Combustion Engineering Hematite Plant, authorized by NRC License No. SNM-33.

The enclosed copy of our inspection report identifies areas examined during the inspection. Within these areas, the inspection consisted of observing the semiannual physical inventory, and as part of inventory verification, the selection of 70 samples which were submitted to the New Brunswick Laboratory for analysis. Other areas involved a review of the records to validate the book physical inventory, observations, and interviews with personnel.

An addendum to the enclosed inspection report will be issued upon receipt of analytical results from the New Brunswick Laboratory. The addendum will include an evaluation of the submitted results.

No items of noncompliance with NRC requirements were identified during the course of this inspection.

Areas examined during the inspection concern a subject matter which is exempt from disclosure according to Section 2.790 of the NRC's "Rules of

IE:03

Combustion Engineering, Inc.

ATTACHMENT CONTAINS
10 CFR 2.790 (d) INFORMATION
2

JUL 15 1982

Practice," Part 2, Title 10, Code of Federal Regulations. Consequently, our report of this inspection will not be placed in the Public Document Room.

We will gladly discuss any questions you have concerning this inspection.

Sincerely,

Original Signed by J. R. Miller

J. R. Miller, Chief
Technical Inspection Branch

Enclosure: Inspection Report
No. 70-36/82-03(DETP)
(2.790(d) Information)

cc w/enci, w/2.790(d)
Information:
J. A. Rode, Plant Manager
DMB/Document Control Desk (RIDS)

RIII
CSA
Finley/sv
7/14/82

RIII
JH
Creed

RIII
CCP
Peck

RIII
106
Ridgway

RIII
[Signature]
Miller
7/14/82

ATTACHMENT CONTAINS
10 CFR 2.790 (d) INFORMATION