

September 29, 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. 70-1201/83-09

This refers to the routine safety inspection conducted by Mr. R. H. Albright of this office on August 22 - 26, 1983, of activities authorized by NRC License No. SNM-1168 for the Commercial Nuclear Fuel Plant facility. Our preliminary findings were discussed with you and members of your staff at the conclusion of the inspection.

Areas examined during the inspection and our findings are discussed in the enclosed inspection report. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector.

During the inspection, it was found that certain activities under your license appear to violate NRC requirements. This item and references to pertinent requirements are listed in the Notice of Violation enclosed herewith as Appendix A. Elements to be included in your response are delineated in Appendix A.

In accordance with 10 CFR 2.790(a), a copy of this letter, its enclosures, and your reply will be placed in NRC's Public Document Room upon completion of our evaluation of the reply. If you wish to withhold information contained in the inspection report, please notify this office by telephone or include a written application, to withhold information contained therein, in your response. Such application must be consistent with the requirements of 2.790(b)(1).

The responses directed by this letter and the enclosures are not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, PL 96-511.

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September 29, 1983

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

Sincerely,

(Original signed by JPStohr)

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

Enclosures:

1. Appendix A, Notice of Violation
2. Inspection Report No. 70-1201/83-09

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License Fee Management Branch

RII

for RALbright:es
9/23/83

RII

for KPBarr
9/23/83

RII

for AFGibson
9/23/83

RII

for GCPryell
9/27/83

RII

for EMcAlpine
9/28/83

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for JPStohr
9/28/83