

OCT 12 1984

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 announced special physical security inspection conducted by Mr. B. W. Stapleton of this office on September 24-25, 1984, of activities at the Combustion Engineering Hematite Plant authorized by NRC Special Nuclear Materials License No. SNM-33 and to the discussion of our findings with Mr. J. A. Rode and other members of his staff at the conclusion of the inspection.

The enclosed copy of our inspection report identifies areas examined during the inspection. Within these areas, the inspection consisted of a selective examination of procedures and representative records, observations, and interviews with personnel.

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

Commitments made to resolve concerns noted during the inspection are described in Paragraph 3 of the Report Details. Please advise us if our understanding of your proposed actions is incorrect. 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 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,

W. L. Axelson
W. L. Axelson, Chief
Nuclear Materials Safety
and Safeguards Branch

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Enclosure: Inspection Report
No. 70-36/84-04(DRSS)
(Part 2.790(d) Information)

ATTACHMENT CONTAINS
10 CFR 2.790(d) INFO

cc w/encl:

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DMB/Document Control Desk (RIDS)
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Stapleton/jp
10/10/84

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