SAFEGUARDS INFORMATION:



NUCLEAR REGULATORY COMMISSION REGION V

1450 MARIA LANE, SUITE 210 WALNUT CREEK, CALIFORNIA 94596

MAR 22 1985

Docket No. 70-734

GA Technologies Inc. P. O. Box 85608 San Diego, California 92138

Attention: Mr. T. R. Colandrea

Director, Quality Assurance and Compliance

Gentlemen:

This letter refers to an unannounced routine safeguards inspection of your activities authorized by NRC License Number SNM-696 conducted by Mr. A. D. McQueen of this office on March 4-8, 1985. It also refers to the discussions of our inspection findings held by the inspector with yourself and members of the GA Technologies staff on March 8, 1985.

Areas examined during the inspection included examination of activities related to physical protection as described in the enclosed inspection report. Within these areas, the inspection consisted of selective examinations of procedures and records, interviews with facility and contractor personnel, and observations by the inspector.

Based on the results of this inspection, it appears that some of your activities were not conducted in full compliance with NRC regulations, as set forth in the Notice of Violation, enclosed herewith as Appendix A. Pursuant to the provisions of 10 CFR 2.201, you are required to respond as indicated therein.

In accordance with Section 2.790(d) of the NRC's "Rules of Practice," Part 2 Title 10, Code of Federal Regulations, documentation of the findings of your safeguards and security measures are exempt from public disclosure; therefore, the enclosed inspection report will not be placed in the Public Document Room and will receive limited distribution.

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

We have determined that the enclosures so designated contain Safeguards Information and therefore are subject to the controls of 10 CFR 73.21.

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ENCLOSURE CONTAINS SAFEGUARDS INFORMATION. UPON SEPARATION THIS PAGE IS DECONTROLLED. B503270492 B50322 PDR ADOCK 07000734 C PDR

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

Sincerely,

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James L. Montgomery, Chief Nuclear Materials Safety and Safeguards Branch

Enclosures:

1. Appendix A - Notice of Violation

 Inspection Report No. 70-734/85-02 (IE-V-679)

cc w/enclosures: W. R. Mowry, GA

bcc: RSB/Document Control Desk (RIDS) (w/o enc.) Mr. J. Martin

LFMB

RV ADM AMcQueen: dh 3/21/85

MSchuster 3/22/85

AJohnson 3/22/85 JMontgomery 3/12/85