

NOV 08 1985

MATERIAL TRANSMITTED HERewith
CONTAINS 2.790 INFORMATION

official

✓ 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. 70-1201/85-10

On October 15-18, 1985, NRC inspected activities authorized by NRC License No. SNM-1168 for your Lynchburg facility. At the conclusion of the inspection, the findings were discussed with those members of your staff identified in the enclosed inspection report.

Areas examined during the inspection are identified in the report. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observation of activities in progress.

Within the scope of the inspection, no violations or deviations were identified.

In accordance with 10 CFR 2.790(d) and 10 CFR 73.21, safeguards activities and security measures are exempt from public disclosure; therefore, the enclosures to this letter, with the exception of the report cover page which presents a nonexempt summary, will not be placed in NRC's Public Document Room.

Should you have any questions concerning this letter, please contact us.

Sincerely,

Kenneth P. Barr, Chief
Nuclear Materials Safety and
Safeguards Branch
Division of Radiation Safety
and Safeguards

Enclosure:
Inspection Report No. 70-1201/85-10
(Exempt from Disclosure)

bcc w/encl: (See page 2)

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- Document Control Desk
- ✓ Safeguards and Materials Program
Branch, EWW-359
- ✓ Fuel Facility Safeguards Licensing
Branch, 881-SS
- NRC Resident Inspector - NFS Only

bcc w/Inspection Summary:
Commonwealth of Virginia

bcc w/o encl:
License Fee Management Branch

RII

for JWB
DWJones:cdg
10/6/85

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JEBahle
10/6/85

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EJMcAlpine
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