Dr. K. P. Singh President and CEO Holtec International 555 Lincoln Drive West Marlton, NJ 08053

SUBJECT: Form 591, NRC INSPECTION REPORT NO. 72-1014/02-202

Dear Dr. Singh:

On May 6-9, 2002, at your Marlton, NJ offices, the U.S. Nuclear Regulatory Commission (NRC) performed an inspection of your corrective actions for previous inspection findings. The enclosed Safety and Compliance Inspection report (NRC Form 591) presents the results of the inspection which were discussed with you and members of your staff at an exit meeting on May 9, 2002. At the exit meeting, we discussed a minor violation involving weld documentation. Per NRC enforcement policy stipulated in NUREG/BR-0195, *General Statement of Policy and Procedure for NRC Enforcement Actions*, minor violations are not documented on the Form 591. The minor violation will be documented in the Inspector Notes for the inspection and placed in Agencywide Documents Access and Management System (ADAMS) with the Form 591 after you sign and return the Form 591.

Please review the enclosed NRC Form 591, complete the section at the bottom of the form, and return it to me. If you have any questions, please contact me at 301-415-2962.

In accordance with 10 CFR 2.790 of the NRC's "Rules of Practice," a copy of this letter with its enclosure and the completed NRC Form 591 will be made available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at <a href="http://www.nrc.gov/reading-rm/adams.html">http://www.nrc.gov/reading-rm/adams.html</a> (the Public Electronic Reading Room).

Sincerely,
/RA/ original signed by /s/
Paul P. Narbut
Transportation and Storage Safety
and Inspection Section
Spent Fuel Project Office
Office of Nuclear Material Safety
and Safeguards

Enclosure: NRC Form 591

Docket No. 72-1014

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