

July 03, 2003

Alan S. Hanson
President and Chief Executive Officer
Transnuclear, Inc.
Four Skyline Drive
Hawthorne, NY 10532-2176

SUBJECT: YOUR RESPONSE TO US NUCLEAR REGULATORY COMMISSION (NRC)
INSPECTION REPORT NO. 72-1004, 72-1027/2003-201 AND NOTICE OF
VIOLATION

Dear Mr. Hanson:

This refers to your letter dated April 21, 2003, responding to the subject NRC inspection report and the Notice of Violation. We have reviewed your response and found it to be acceptable.

We noted that, although the response to violation A did not specify that both sets of personnel qualification records were to be verified as up-to-date, the attached internal audit checklist had been modified to verify accuracy as well as consistency. The checklist clearly showed that future audits would verify that the personnel certification records accurately reflect the certification status of the certified personnel. Also, as verified in a subsequent telephone discussion between Mr. Love, from your staff, and Mr. Pearson, from the NRC, the intent of the response to violation D was to require documentation of deficiencies found during surveillances, even if the deficiency is immediately corrected, and such documentation will be accomplished. Likewise for violation B, Mr. Love clarified that all important to safety items with shelf life requirements will be verified by procedure or checklists. Please respond if we have misunderstood your clarifications.

The corrective actions you described may be reviewed in future inspections.

Sincerely,

/RA/
Robert J. Lewis, Chief
Transportation and Storage Safety and
Inspection Section
Spent Fuel Project Office
Office of Nuclear Material Safety
and Safeguards

Docket Nos. 72-1004, 72-1027

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Distribution: Docket Nos. 72-1004, 72-1027

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