June 17, 2005

Mr. R. Dennis Brown, Director
Office of Quality Assurance
Office of Repository Development
Office of Civilian Radioactive Waste Management
U. S. Department of Energy
1551 Hillshire Drive
Mail Stop 524
North Las Vegas, NV 89134

SUBJECT: U.S. NUCLEAR REGULATORY COMMISSION OBSERVATION REPORT

NO. OAR-05-03, "OBSERVATION OF U.S. DEPARTMENT OF ENERGY,

OFFICE OF QUALITY ASSURANCE ANNUAL NAVAL NUCLEAR

PROPULSION PROGRAM QUALITY ASSURANCE PROGRAM REVIEW AT

BETTIS ATOMIC POWER LABORATORY ON APRIL 28, 2005"

Dear Mr. Brown:

I am transmitting the U.S. Nuclear Regulatory Commission (NRC) Observation Report No. OAR–05–03. This report provides the results of NRC staff observation of the U.S. Department of Energy (DOE) assessment of the Naval Nuclear Propulsion Program quality assurance program implementation. The DOE assessment team conducted this assessment on April 27–28, 2005.

In accordance with 10 CFR 2.390 of the NRC's "Rules of General Applicability," a copy of this letter will be available electronically in the NRC Public Document Room or from the Publically Available Records component of the NRC's document system (ADAMS). The ADAMS package accession number is ML051540256. ADAMS is accessible from the NRC Web site at http://www.nrc.gov/reading-rm/adams.html.

R. Brown -2-

A written response to this letter and the enclosed report is not required. If you have any questions regarding this matter, please contact Thomas Matula of my staff at (301) 415-6700 or by e-mail at tom1@nrc.gov.

Sincerely,

/Lawrence Kokajko RA for Elmo Collins/

Elmo E. Collins, Deputy Director Licensing and Inspection Directorate Division of High Level Waste Repository Safety Office of Nuclear Material Safety and Safeguards

Enclosure: The NRC Observation Report No. OAR-05-03, "Observation of DOE, Office of

Quality Assurance Annual Naval Nuclear Propulsion Program Quality Assurance

Program Review at Bettis Atomic Power Laboratory on April 27-28, 2005"

cc: See attached list.

Letter to R. Dennis Brown from Elmo E. Collins, dated: June 17, 2005 CC: A. Kalt, Churchill County, NV A. Elzeftawy, Las Vegas Paiute Tribe R. Massey, Churchill/Lander County, NV J. Treichel, Nuclear Waste Task Force I. Navis, Clark County, NV W. Briggs, Ross, Dixon & Bell E. von Tiesenhausen, Clark County, NV R. Murray, DOE/ORD G. McCorkell, Esmeralda County, NV G. Runkle, DOE/Washington, D.C. R. Damele, Eureka County, NV C. Einberg, DOE/Washington, D.C. L. Marshall, Eureka County, NV S. Gomberg, DOE/Washington, D.C. A. Johnson, Eureka County, NV W. J. Arthur, III, DOE/ORD A. Remus, Inyo County, CA R. Dyer, DOE/ORD M. Yarbro, Lander County, NV J. Ziegler, DOE/ORD J. Donnell, DOE/ORD A. Gil, DOE/ORD M. Baughman, Lincoln County, NV W. Boyle, DOE/ORD L. Mathias, Mineral County, NV D. Brown, DOE/OCRWM D. Swanson, Nye County, NV S.A. Wade,, DOE/ORD M. Henderson, Cong. J. Gibbon's Office C. Hanlon, DOE/ORD D. Hammermeister, Nye County, NV T. Gunter, DOE/ORD M. Simon, White Pine County, NV A. Benson, DOE/ORD J. Ray, NV Congressional Delegation N. Hunemuller, DOE/ORD B. J. Vonderheide, NV Congressional R. L. Craun, OPM&E Delegation T. Story, NV Congressional Delegation M. Mason, BSC R. Herbert, NV Congressional Delegation S. Cereghino, BSC M. Murphy, Nye County, NV B. Gattoni, Burns & Roe S. Joya, NV Congressional Delegation E. Mueller, BSC K. Kirkeby, NV Congressional Delegation J. Mitchell, BSC R. Loux, State of NV D. Beckman, BSC/B&A S. Frishman, State of NV A. Alfano, Lincoln County, NV S. Lynch, State of NV J. Kennedy, Timbisha Shoshone Tribe P. Guinan, Legislative Counsel Bureau B. Durham, Timbisha Shoshone Tribe R. Arnold, Pahrump Paiute Tribe

J. Birchim, Yomba Shoshone Tribe

R. Clark, EPA

R. Anderson, NEI

- cc: (Continued)
- R. McCullum, NEI
- S. Kraft, NEI
- J. Kessler, EPRI
- D. Duncan, USGS
- R. Craig, USGS
- W. Booth, Engineering Svcs, LTD
- C. Marden, BNFL Inc.
- J. Bacoch, Big Pine Paiute Tribe of the Owens Valley
- P. Thompson, Duckwater Shoshone Tribe
- T. Kingham, GAO
- D. Feehan, GAO
- E. Hiruo, Platts Nuclear Publications
- G. Hernandez, Las Vegas Paiute Tribe
- K. Finfrock, NV Congressional Delegation
- P. Johnson, Citizen Alert
- A. Capoferri, DOE/Washington, DC
- J. Williams, DOE/Washington, DC
- A. Robinson, Robinson-Seidler
- M. Plaster, City of Las Vegas
- D. Wilson, Sen. Reid's Office
- L. Lehman, T-REG, Inc.
- W. Barnard, NWTRB

- R. Holden, NCAI
- C. Meyers, Moapa Paiute Indian Tribe
- R. Wilder, Fort Independence Indian Tribe
- D. Vega, Bishop Paiute Indian Tribe
- Egan, Fitzpatrick, Malsch, PLLC
- J. Leeds, Las Vegas Indian Center
- J. C. Saulgue, Benton Paiute Indian Tribe
- C. Bradley, Kaibab Band of Southern Paiutes
- R. Joseph, Lone Pine Paiute-Shoshone Tribe
- L. Tom, Paiute Indian Tribes of Utah
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- V. Guzman, Walker River Paiute
- D. Eddy, Jr., Colorado River Indian Tribes
- H. Jackson, Public Citizen
- J. Wells, Western Shoshone National Council
- D. Crawford, Inter-Tribal Council of NV
- I. Zabarte, Western Shoshone National Council
- S. Devlin
- G. Hudlow
- D. Irwin, Hunton & Williams

R. Brown -2-

A written response to this letter and the enclosed report is not required. If you have any questions regarding this matter, please contact Thomas Matula of my staff at (301) 415-6700 or by e-mail at tom1@nrc.gov.

Sincerely,

Elmo E. Collins, Deputy Director
Licensing and Inspection Directorate
Division of High Level Waste Repository Safety
Office of Nuclear Material Safety
and Safeguards

Enclosure: The NRC Observation Report No. OAR-05-03, "Observation of DOE, Office of

Quality Assurance Annual Naval Nuclear Propulsion Program Quality Assurance

Program Review at Bettis Atomic Power Laboratory on April 27-28, 2005"

cc: See attached list.

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