



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION I
475 ALLENDALE ROAD
KING OF PRUSSIA, PENNSYLVANIA 19406-1415

March 1, 2006

Docket No. 99990001

General License

Chet Duffy
President
CEDA Mills
P.O. Box 295
Harmony, PA 16037

SUBJECT: INSPECTION 99990001/2005007, CEDA MILLS

Dear Mr. Duffy:

On June 13, 2005, Mr. Ronald G. Rolph of this office performed an inspection of your facility at 902 North Cedar Street, New castle, Pennsylvania.

During the inspection, Mr. Rolph identified a "C" channel, normally used to house a sealed source containing licensed material, lying on a pallet. At that time, you could not determine whether the channel housed licensed material. In several telephone conversations with you and a service contractor, attempts were made to schedule the contractor to visit the site and determine whether licensed material is present in the channel. As the general licensee you must resolve this situation and determine your correct inventory of licensed material by having a licensed contractor determine if licensed material is present in the channel. Please provide this office the results of your determination within the next 30 days.

Current NRC regulations are included on the NRC's website at www.nrc.gov; select **Nuclear Materials; Medical, Industrial, and Academic Uses of Nuclear Material**; then **Toolkit Index Page**. The current Enforcement Policy is included on the NRC's website at www.nrc.gov; select **What We Do, Enforcement**, then **Enforcement Policy**. Or you may obtain these documents by contacting the Government Printing Office (GPO) toll-free at 1-888-293-6498. The GPO is open from 7:00 a.m. to 9:00 p.m. EST, Monday through Friday (except Federal holidays).

Your cooperation with us is appreciated. If you have any questions, please contact Mr. Rolph at (610) 337-5347.

Sincerely,

Original signed by John D. Kinneman

John D. Kinneman, Chief
Materials Security and Industrial Branch
Division of Nuclear Materials Safety

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SISP Review Complete: RRolph

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NAME	Rolph/RGR		JDKinneman/JDK					
DATE	03/01/2006		03/01/2006					

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