

June 21, 2017

Mr. Dan Bolling
Product Assurance Manager
L&S Machine Company
P.O. Box 391
709 Donohoe Road
Latrobe, PA 15650

SUBJECT: NUCLEAR REGULATORY COMMISSION RESPONSE TO L&S MACHINE COMPANY LETTER IN RESPONSE TO NUCLEAR REGULATORY COMMISSION INSPECTION REPORT NO. 99901476/2017-201, AND NOTICE OF NONCONFORMANCE

Dear Mr. Bolling:

Thank you for your letter dated June 2, 2017, in response to the Notice of Nonconformances (NON) that were discussed in the subject U.S. Nuclear Regulatory Commission (NRC) inspection report (IR), issued on May 4, 2017. This IR documented two NONs identified as 99901476/2017-201-01 and 99901476/2017-201-02.

In reviewing your response, the NRC identified that L&S contested NON 99901476/2017-201-01 regarding L&S' inadequate corrective actions to evaluate and qualify its suppliers which resulted in L&S issuing a safety-related purchase order to Tooling Specialist Inc. (TSI) without verifying that TSI's quality assurance program met the qualifications to perform safety-related services.

The NRC held a teleconference with you and other L&S staff on June 15, 2017, to discuss the process for contesting findings. During this teleconference, L&S communicated that it was not the intention of the response letter to formally contest NON 99901476/2017-201-01 and that a revised letter will be sent to clarify L&S' response.

Please provide your revised written statement or explanation in response to NRC IR 99901476/2017-201 within 30 days of this letter. The agency will consider extending the response time if you show good cause for us to do so.

In accordance with Title 10 of the *Code of Federal Regulations* (10 CFR) 2.390, "Public Inspections, Exemptions, Requests for Withholding," of the NRC's "Rules of Practice," the NRC will make available electronically for public inspection a copy of this letter, its enclosure, and your response through the NRC Public Document Room or from the NRC's Agencywide Documents Access and Management System, which is accessible at <http://www.nrc.gov/reading-rm/adams.html>. To the extent possible (and if applicable), your response should not include any personal privacy, proprietary, or Safeguards Information so that it can be made available to the public without redaction. If personal privacy or proprietary information is necessary to provide an acceptable response, please provide a bracketed copy of your response that identifies the information that should be protected and a redacted copy of your response that deletes such information. If you request that such material be withheld from public disclosure, you must specifically identify the portions of your response that you seek to have withheld and provide in detail the bases for your claim (e.g., explain why the disclosure of

information would create an unwarranted invasion of personal privacy or provide the information required by 10 CFR 2.390(b) to support a request for withholding confidential commercial or financial information). If Safeguards Information is necessary to provide an acceptable response, please provide the level of protection described in 10 CFR 73.21, "Protection of Safeguards Information: Performance Requirements."

Please contact Mr. Jonathan Ortega-Luciano at 301-415-1159, or via electronic mail at Jonathan.Ortega-Luciano@nrc.gov, if you have any questions or need assistance regarding this matter.

Sincerely,

/RA/

John P. Burke, Chief
Quality Assurance Vendor Inspection Branch-2
Division of Construction Inspection
and Operational Programs
Office of New Reactors

Docket No.: 99901476

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Dated: June 21, 2017

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DATE	06/21/17	06/21/17

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