

## UNITED STATES NUCLEAR REGULATORY COMMISSION WASHINGTON, D. C. 20555

MAR 2 1 1979

FCTR: RHO 71-0007

The American Ship Building Company ATTN: Mr. John R. Martin 400 Colorado Avenue Lorain, OH 44052

Gentlemen:

This refers to your application dated May 11, 1978 requesting approval of your Quality Assurance (QA) program as meeting the QA program requirements of 10 CFR §71.51.

In connection with our review, we have determined that your proposed QA program does not meet the requirements of Appendix E to 10 CFR Part 71. To assist you in revising your application, we have enclosed a sample QA program for industrial radiography licensees dated May 24, 1978 which is based on a May 1, 1978 letter to package users.

Please submit seven copies of your revised application within 30 days of the date of this letter. If you have any questions regarding this request, please feel free to contact Mr. Jack Spraul at (301) 492-7741.

Sincerely,

Charles E. MacDonald, Chief Transportation Branch

Division of Fuel Cycle and

Material Safety

Enclosure: Sample QA Program