



UNITED STATES  
NUCLEAR REGULATORY COMMISSION  
REGION I  
631 PARK AVENUE  
KING OF PRUSSIA, PENNSYLVANIA 19406

Docket No. 70-371

DEC 12 1980

UNC Naval Products  
Division of United Nuclear Corporation  
A UNC RESOURCES Company  
ATTN: Mr. D. E. Ganley  
President and General Manager  
67 Sandy Desert Road  
Uncasville, Connecticut 06382

Gentlemen:

Subject: Inspection 70-371/80-07

This refers to your letter dated November 17, 1980, in response to our letter dated November 5, 1980.

This also refers to the telephone conversation between yourself and Mr. P. Knapp, Chief of the Radiation Support Section of this office on December 11, 1980. It has been concluded that Item A, Appendix A of our letter dated May 15, 1980 stands as an item of noncompliance. We understand that to prevent recurrence of this item, future assignments to conduct the annual audit will include specific instructions to meet the requirements of License No. SNM-368 with particular attention to Section 2.7.4 of Part I of your license application which was incorporated into it.

With regard to Item B, we understand that "Building B South" was properly posted at the time of the inspection. Therefore, this item is hereby withdrawn.

These items will be examined during a subsequent inspection of your licensed program.

If our understanding of the above is not correct, please inform us.

Your cooperation with us is appreciated.

Sincerely,

*George H. Smith*  
George H. Smith, Chief  
Fuel Facility and Materials  
Safety Branch

8101220

574