

UNITED STATES NUCLEAR REGULATORY COMMISSION REGION III 799 ROOSEVELT ROAD GLEN ELLYN, ILLINOIS 60137

rebruary 10, 1981

Docket No. 50-2

University of Michigan
ATTN: Dr. William Kerr, Director
Michigan Memorial - Phoenix
Project
Phoenix Memorial Laboratory
Ann Arbor, MI 48105



Gentlemen:

This refers to the routine safety inspection conducted by Messrs. K. R. Ridgway and J. M. Peschel of this office on January 26-28 1981, of activities authorized by NRC Operating License No. R-28 and to the discussion of our findings with Messrs. R. Burn and G. Cook at the conclusion of the inspection.

The enclosed copy of our inspection report identifies areas examined during the inspection. Within these areas, the inspection consisted of a selective examination of procedures and representative records, observations, and interviews with personnel.

During this inspection, certain of your activities appeared to be in noncompliance with NRC requirements, as described in the enclosed Appendix A. The inspection showed that action had been taken to correct the identified noncompliance and to prevent recurrence. Consequently, no reply to this noncompliance is required and we have no further questions regarding this matter at this time.

In accordance with Section 2.790 of the NRC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations, a copy of this letter and the enclosed inspection report will be placed in the NRC's Public Document Room, except as follows. If this report contains information that you or your contractors believe to be proprietary, you must apply in writing to this office, within twenty-five days of the date of this letter, to withhold such information from public disclosure. The application must include a full statement of the reasons for which the information is considered proprietary, and should be prepared so that proprietary information identified in the application is contained in an enclosure to the application.

We will gladly discuss any questions you have concerning this inspection.

Sincerely,

R. F. Heishman, Chief Reactor Operations and Nuclear Support Branch

Enclosures:

- 1. Appendix A, Notice of Violation
 2. IF Inspection Report
- 2. IE Inspection Report No. 50-2/81-01

cc: LFMB, ltr only

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