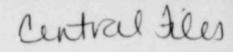
UNITED STATES





## NUCLEAR REGULATORY COMMISSION

REGION IV

611 RYAN PLAZA DRIVE, SUITE 1000 ARLINGTON, TEXAS 76011

2 0 FEB 1981

Docket No. 99900524/81-01

Gibbs and Hill Incorporated Attn: Mr. R. P. DeRienzo Vice President, Quality Assurance 393 Seventh Avenue New York, New York 10001

## Gentlemen:

This refers to the inspection conducted by D. F. Fox of this office on January 26-30, 1981, of your facility at New York, New York, and to the discussions of our findings with you and members of your staff at the conclusion of the inspection.

Areas examined during this inspection and our findings are discussed in the enclosed report. Within these areas, the inspection consisted of an examination of procedures and representative records, interviews with personnel, and observations by the inspector.

During this inspection ic was found that you failed to meet certain NRC requirements. The specific findings and references to the pertinent requirements are identified in the enclosures to this letter.

Please provide us within twenty-five (25) days of the date of this letter a written statement containing, (1) a description of steps that have been or will be taken to correct these items, (2) a description of steps that have been or will be taken to prevent recurrence, and (3) the dates your corrective actions and preventive measures were or will be completed.

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 with enclosure and your reply together with the enclosed inspection report will be placed in the Commission's Public Document Room. If this report contains any information that you believe to be proprietary, it is necessary that you make a written application within twenty-five (25) days of the date of this letter to this office to withhold such information from public disclosure. Any such application must include a full statement of the reasons on the basis of which it is claimed that the information is proprietary, and should be prepared so that proprietary information identified in the application is contained in a separate part of the document. If we do not hear from you in this regard within the specified period, the report will be placed in the Public Document Room.

Should you have any questions concerning this inspection, we will be pleased to discuss them with you.

Sincerely,

for Uldis Potapovs, Chief Vendor Inspection Branch

## Enclosures:

1. Notice of Nonconformance

2. Inspection Report No. 99900524/81-01