

## UNITED STATES NUCLEAR REGULATORY COMMISSION REGION I 631 PARK AVENUE

KING OF PRUSSIA, PENNSYLVANIA 19406

Docket No. 30-6281

24 MAR 1981

The Peoples Natural Gas Company ATTN: Mr. Donald Shaffer, Superintendent Drilling Department R. D. #3, Old Airport Road Leechburg, Pennsylvania 15656

Gentlemen:

Subject: Inspection 81-01



This refers to the routine safety inspection conducted by Mr. F. Costello and Miss M. Mojta of this office on January 28-29, 1981 at your office in Leechburg, Pennsylvania and your field site in Indiana, Pennsylvania of activities authorized by NRC License No. 37-12199-01 and to the discussions of our findings held by Mr. Costello with Messrs. J. Hoover and A. Garrison of your staff at the conclusion of the inspection.

The inspection was an examination of activities conducted under your license as they relate to radiation safety and to compliance with the Commission's rules and regulations and the conditions of your license. The inspection consisted of selective examinations of procedures and representative records, interviews with personnel, measurements made by the inspector, and observations by the inspector.

Our inspector also verified the steps you had taken to correct the items of noncompliance brought to your attention following our last inspection. We have no further questions regarding your action at this time.

Based on the results of this inspection, it appears that certain of your activities were not conducted in full compliance with NRC requirements, as set forth in the Notice of Violation, enclosed herewith as Appendix A. These items of noncompliance have been categorized into the levels described in the Federal Register Notice (45 FR 66754) dated October 7, 1980. You are required to respond to this letter and in preparing your response, you should follow the instructions in Appendix A.

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 your reply 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,

John D. Kinneman, Chief, Materials Radiological Protection Section, Technical Inspection Branch

Enclosure: Appendix A, Notice of Violation