70-1257

## ADVANCED NUCLEAR FUELS CORPORATION

2101 HORN RAPIDS ROAD, PO BOX 130, RICHLAND, WA 99352-0130 (509) 375-8100 TELEX. 15-2878

REGULATORY COMPLIANCE

January 18, 1990 CWM:90:017

U.S. Nuclear Regulatory Commission Attn: Mr. Glen L. Sjoblom, Acting Chief Fuel Cycle Safety Branch Office of Nuclear Material Safety and Safeguards Division of Industrial and Medical Nuclear Safety Washington, DC 20555

> License No. SNM-1227 Docket No. 70-1257

Dear Mr. Sjoblom:

## REWORK OF FAULTY VALVES

This is in response to your letter of December 20, 1989 discussing the faulty one-inch UF6 cylinder valves (lots 17 through 27) as manufactured by the Superior Valve Company, and the associated NRC Order Modifying License pertaining to those valve lots.

Upon receipt of the 1987 Order, an inspection of our valve inventory disclosed 96 valves from the suspect lots 17 through 22. These valves have been "red tagged" and placed in locked, Deviant Material Storage where they remain todate. No valves from the suspect lots have been found in-service to-date.

Preliminary arrangements have been made with Superior Valve Company to rework our quarantined valves in accordance with procedures approved by the Department of Energy. Superior Valve Company has a rework program encompassing hundreds of such valves from many customers. Advanced Nuclear Fuels is on their rework schedule and will be advised of a specific shipping date later in the Spring.

I shall notify your office when those valves have left our site.

Very truly yours,

C. W. Malody, Manager Regulatory Compliance

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