Docket Nos. 30-5302 70-0356 License Nos. 29-04236-01 SNM-331

Nuclear Research Corporation Attn: Mr. J. Cooley Division Manager Building #3 Richboynton Road Dover, New Jersey 07801

Gentlemen:

Subject: Inspection Nos. 30-5302/82-02 and 70-0356/82-01

This refers to the special safety inspection conducted by Ms. M. Campbell, Mr. C. Stearns, and Mr. K. Christopher of this office on March 8, 10 and 11, 1982 of activities authorized by NRC License Nos. 29-04236-01 and SNM-331 and to the discussions of our findings held by Ms. M. Campbell and Mr. K. Christopher with yourself and Mr. Riggin of your staff at the conclusion of the inspection. This also refers to the meeting held at our office on March 18, 1982 and attended by yourself and members of my staff. Appendix B summarizes the results of the meetings, and Appendix C lists the attendees.

This inspection was limited to a review of the circumstances surrounding the decontamination and survey of your facilities in Denville, New Jersey, and the movement of licensed material from Denville to your new facility. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, measurements made by the inspectors, and observations by the inspectors.

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 violations have been categorized by severity level in accordance with the NRC Enforcement policy (10 CFR 2, Appendix C) published in the Federal Register Notice (47 FR 9987) dated March 9, 1982. You are required to respond to this letter; and, in preparing your response, you should follow the instructions in Appendix A.

During the meeting on March 18, 1982, Mr. J. Joyner, Chief, Technical Programs Branch, emphasized that the information which is provided to our inspectors and to our license reviewers must be accurate and complete. From these discussions we understood that you had taken personal control of the activities related to moving your place of use for licensed materials and that you will assure forthrightness in future communications with the

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NRC. Specifically, we understand that you will assure that a thorough survey of the Annex Building is performed and that records will be kept of any surveys before and after any decontamination is performed. We also understand that all of the waste from previous decontamination efforts will be disposed of as radioactive waste and that all future waste from decontamination will also be disposed of as radioactive waste. We understand that you will assure that all future transportation of licensed materials will be in accordance with NRC and DOT requirements. Further, we understand that you will review all correspondence with the NRC to assure that it is accurate and will instruct company representatives who interface with the NRC to provide complete and accurate information. Please confirm these understandings in your response to this letter.

The responses directed by this letter and the accompanying Notice are not subject to the clearance procedures of the Office of Management and Budget, as required by the Paperwork Reduction Act of 1980, PL 96-511.

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.

Your cooperation with us in this matter is appreciated.

Sincerely,

Original Signed By:

Thomas T. Martin, Director Division of Engineering and Technical Programs

Enclosures:

1. Appendix A, Notice of Violation

2. Appendix B, Region I Meeting Summary

3. Appendix C, Attendance List

cc w/encls: Nuclear Research Corporation ATTN: Mr. Earl Pollock President 125 Titus Avenue Warrington, Pennsylvania 18966

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Nuclear Research Corporation 3

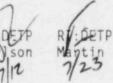
Public Document Room (PDR) Nuclear Safety Information Center (NSIC) State of New Jersey

bcc w/encls: Region I Docket Room (with concurrences) Chief, Operational Support Section (w/o encls) Case File No. I-82-27



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