Docket No. 70-25 License No. SNM-21

Atomics International Rockwell International 8900 DeSoto Avenue Canoga Park, California 91304

NOTICE OF VIOLATION

Based on the results of the NRC inspection conducted on October 20-24, 1975, certain activities appear to be in noncompliance with NRC regulations and conditions of your license as indicated below:

A. Contrary to License Condition 3.6, Amendment MPP-1, Atomics International did not make, document and report the results of the required annual measurements review to management.

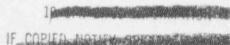
This is a deficiency.

B. Contrary to 10 CFR 70.51 (e) (4) (iv), namely records requirements, summary records covering additions to material in process, removals from material in process, and ending inventory of material in process during a material balance interval were not completed and maintained for the Plutonium Development Laboratory operation.

This is a deficiency.

- C. Contrary to 10 CFR 70.54, Nuclear Material Transfer Report, and its referenced printed instructions, Atomics International failed to:
 - Complete measurements and dispatch completed Forms AEC-741, Nuclear Material Transaction Report, within thirty (30) days on three (3) receipts of highly enriched uranium dioxide from an external supplier.
 - 2. Issue promptly a form AEC-741 to document a transfer of highly enriched uranium from an Energy Research and Development Administration exempt facility, also under its administration, to its licensed operation in Canoga Park. Documentation was completed about forty-three (43) days after-the-fact.
 - 3. Supply required limit of error data on ERDA and AI file copies of Forms AEC-741 documenting three (3) fuel element product shipments to customers.

These are deficiencies.



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