In Reply Refer To: RII:GPC 50-332/78-4

## NUCLEAR REGULATORY COMMISSION REGION II

101 MARIETTA STREET, N.W. ATLANTA, GEORGIA 30303

SEP 2 9 1978

Washington PDE 50-527 332

Allied-General Nuclear Services
Attn: Me. Raymond C. Baxter
Fresident
P. O. Box 847
Barnwell, South Carolina 29812

Gentlecer:

This refers to the inspection conducted by Mr. G. P. Coryell of this office on August 22-25, 1978, of activities authorized by NRC License No. CPCSF-4 for the Barnwell Nuclear Fuel facility, and to the discussion of our findings held with Mr. E. P. Maddux at the conclusion of the inspection.

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

Within the scope of this inspection, no items of noncompliance were disclosed.

We have examined actions you have taken with regard to previously identified enforcement matters. These are discussed in the enclosed inspection report.

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 the enclosed inspection report will be placed in the NRC's Public Document Room. If this report contains any information that you (or your contractor) believe to be proprietary, it is necessary that you make a written application within 20 days 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.

Allied-General Nuclear Services -2-

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

Sincerely,

/J. T. Sutherland, Chief Fuel Facility and Materials

Safety Branch

Enclosure: Inspection Report No. 50-332/78-4