Docket No. 70-1257

Advanced Nuclear Fuels Corporation 2101 Horn Rapids Road P. O. Box 130 Richland, Washington 99352-0130

Attention:

Mr. Charles W. Malody, Manager

Regulatory Compliance

Gentlemen:

SUBJECT: NRC Inspection

This letter refers to the routine inspection conducted by Mr. C. A. Hooker of this office on December 3-7, 1990, of activities authorized by NRC License No. SNM-1227 and to the discussion of our findings held by Mr. Hooker with Mr. W.E. Stavig and other members of your staff at the conclusion of the inspection.

Areas examined during this inspection are described in the enclosed inspection report. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector.

Based on the results of this inspection, it appears that one of your activitie as not conducted in full compliance with NRC requirements as discussed in Section 5.a. of the enclosed report. The violation is not being cited because the criteria specified in Section V.A. of the Enforcement Policy were satisfied.

In accordance with 10 CFR 2.790(a), a copy of this letter and the enclosure will be placed in the NRC Public Document Room.

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

Sincerely,

19 Ross A. Scarano

Ross A. Scarano, Director Division of Radiation Safety and Safeguards

Enclosure: Inspection Report No. 70-1257/90-04

cc w/enclosure: State of Washington

1507

bcc w/enclosure: S. Pennington, NMSS/IMSB, HQ Docket File G. Cook, RV J. Martin, RV B. Faulkenberry, RV

bcc w/o enclosure: M. Smith J. Zollicoffer

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