

CLEVITE CORPORATION
MECHANICAL KERLAUGH DIVISION
540 EAST 108TH STREET - CLEVELAND 8, OHIO

TELEPHONE VISTER 1-8800
CABLE ADDRESS CLEKARH

October 30, 1961

U. S. Atomic Energy Commission
Washington 25, D. C.

Attention: L.R.CGW
34-653-2, -3
40-645/40-1380
70-133

fully

Gentlemen:

This letter is in reply to your letter dated September 29, 1961 citing certain items of noncompliance pertaining to License Nos. C-3790 and SNM-183. Items 4 through 6 of your letter, Items 1 through 3 of your letter were discussed by our Mr. J. E. Dawson in his letter to you of October 12, 1961.

Suitable signs have been obtained and installed at the entrance to the AEC Processing Area, and suitable labels have been obtained and are being applied to the containers in which licensed source and special nuclear materials are stored in the AEC vault, reference Items 5 and 6 of your letter.

With reference to Item 4, when the shipments were made to Owens Corning Fiberglas Corporation, we were unaware of the expiration of our Source Materials License C-3790. Subsequent to the revision of 10 CFR 40, shipments have been made in quantities of less than 15 pounds of source material.

Our activities with nuclear materials have decreased to a point where only a small amount of work involving nuclear materials is being performed under Prime Contract AT-(40-1)-2557. Upon conclusion of this contract, we have no plans for additional work with source or special nuclear materials which are foreseeable at this time. However, we find that we do have on hand approximately 74 pounds of Source Material, all except approximately 17 pounds of which is scrap material and is being packaged into suitable containers for transfer to a licensed disposal firm. If it is necessary that we have our Source Materials License, C-3790, extended to cover the possession of this 74 pounds of material and to provide for the transfer to the disposal firm, please let us know and we will execute the necessary documents.

Very truly yours,

D.J. Berger
D. J. Berger
Project Administrator

NHk/pd

DJB/SL
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