CLEVITE RESEARCH CENTER DIVISION OF CLEVITE CORPUBATION SAM EXET IDSIC BIREEY DLEVELAND S. DHID September 17, 1958 STEEN STREET CARLA ASSTRERS CLERENAUM Mr. Lyall Johnson, Chief Licensing Branch Division of Licensing & Regulations U.S. Atomic Energy Commission Washington 25, D. C. Ref DLR:CMF BMI, 34-653-1 & 2 40-1389 Dear Mr. Johnson: In your letter of September 9 you reported to us the results of the inspection conducted at our facility on May 14, 1958. With regard to our Special Nuclear Material License No. SRM-183 it was noted that we had in our possession 5,038 grams of enriched uranium or 18 grams more than covered by License SNM-183. The circumstances resulting in this situation have been examined and are recorded below: The quantity of enriched uranium as stated in the license application was calculated from data on the required U-255 comment of the finished fuel elements plus the allowable overage. This amounted to 3,090 grams of U-235. Our Hoense application requested 9,010 grams of earliched uranium at \$0.0% enrichment which would permit us to possess a total of \$,100 grams of U-335. Our order to Oak Ridge for the material requested a maximum of 8,000 grams of U-235 contained in uranium enriched to 89,65 ±0.35 percent. The material received from Oak Eddge was as follows: Net Weight SS Net U-235 % Earlchment 9,038 9,023 8,085 29.61 It is evident that the amount of U-235 received is 24 grams less than permitted by License SNM-183. However, since the percentage enrichment of the received material is slightly less than the value 09-103 NHEIO 9402170152 580917

CLEVITE RESEARCH CENTER -2-Mr. Lyall Johnson 9/17/58 AEC, Washington, D. C. used to calculate our regirements as stated in the license application, the actual amount of ent sed uranium received is 12 to 18 grams more than allowed by ou license. In view of the above, we bel eve that the reported violation could be eliminated with an amendment to our License SNM-183 which revises the way in which the maximum quantity of special nuclear material is stated. The following wording is suggested; "8, 1 kg, of U-235 contained in uranium enriched in the U-235 isotope to a maximum of 90%. " The above situation was a scussed with you and Mr. J. C. Delaney in a telephone conversation 1 September 16 and this approach appeared reasonable. Therefore, a request that our license be so amended. We trust that the contents of this letter fulfill the provisions of Section 2, 201(a) of the ABC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations as they apply to Special Nuclear Materials License, No. SNM-183. The other points raised in your letter pertaining to License No. 34-653-1 and No. 34-653-2 will be discussed in a separate letter by Mr. E. A. Gentry, Personnel Manager and Safety Director of Clevite Research Center. Very truly yours, D. J. Berger Executive Assistant Mechanical Research Division DJE/sj