

SAFETY INSPECTION REPORT AND COMPLIANCE INSPECTION

1. LICENSEE/LOCATION INSPECTED: Diamond Ground Products, Inc. 2651 Lavery Court Newbury Park, CA 91320 REPORT NO.: 2021-001		2. NRC/REGIONAL OFFICE U.S. Nuclear Regulatory Commission Region IV, 1600 East Lamar Blvd. Arlington, Texas 76011-4511	
3. DOCKET NUMBER 040-38382	4. LICENSE NUMBER 04-35195-01E	5. DATE(S) OF INSPECTION 10/6/2021, 10/22/2021, 11/1/2021	

LICENSEE:

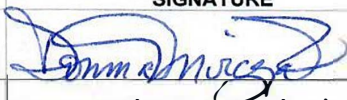
The inspection was an examination of the activities conducted under your license as they relate to radiation safety and to compliance with the Nuclear Regulatory Commission (NRC) rules and regulations and the conditions of your license. The inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector. The inspection findings are as follows:

- ☐ 1. Based on the inspection findings, no violations were identified.
- ☐ 2. Previous violation(s) closed.
- ☐ 3. The violation(s), specifically described to you by the inspector as non-cited violations, are not being cited because they were self-identified, non-repetitive, and corrective action was or is being taken, and the remaining criteria in the NRC Enforcement Policy, to exercise discretion, were satisfied.
- ☐ Non-Cited Violation(s) was/were discussed involving the following requirement(s):
- ☒ 4. During this inspection certain of your activities, as described below and/or attached, were in violation of NRC requirements and are being cited in accordance with the NRC Enforcement Policy. This form is a NOTICE OF VIOLATION, which may be subject to posting in accordance with 10 CFR 19.11.

See continuation page.

Statement of Corrective Actions

I hereby state that, within 30 days, the actions described by me to the Inspector will be taken to correct the violations identified. This statement of corrective actions is made in accordance with the requirements of 10 CFR 2.201 (corrective steps already taken, corrective steps which will be taken, date when full compliance will be achieved). I understand that no further written response to NRC will be required, unless specifically requested.

TITLE	PRINTED NAME	SIGNATURE	DATE
LICENSEE'S REPRESENTATIVE	Donna Mirczak		11/2/2021
NRC INSPECTOR	Steve Shaffer, Leonardo Wardrobe	Leonardo F. Wardrobe	Digitally signed by Leonardo F. Wardrobe Date: 2021.11.01 11:35:52 -05'00'
BRANCH CHIEF	Lizette Roldan-Otero, PhD		

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10 CFR 40.53 states each person licensed under § 40.52 shall file a report with the Director, Office of Nuclear Material Safety and Safeguards by an appropriate method listed in § 40.5(a), including in the address: ATTN: Document Control Desk/Exempt Distribution.

Contrary to the above, Diamond Ground Products, Inc. failed to submit transfer reports required by 10 CFR 40.53. Specifically, for the years 2018, 2019, and 2020 transfer reports were not submitted prior to the inspection which started October 6, 2021.

This is a Severity Level IV violation (Enforcement Policy Section 6.3.d)

As corrective actions licensee submitted the reports prior to the end of the inspection and placed in their Outlook and desk calendar reminders to file a report to the Commission annually.