

written notice thereof, together with the reasons therefor in the case of denials.

Effective date. Upon publication in the **FEDERAL REGISTER**.

Signed at Washington, D.C., on June 22, 1970.

CLIFFORD G. PULVERMACH,
 General Sales Manager,
 Export Marketing Service.

[F.R. Doc. 70-8162; Filed, June 26, 1970;
 8:48 a.m.]

Title 8—ALIENS AND NATIONALITY

Chapter I—Immigration and Naturalization Service, Department of Justice MISCELLANEOUS AMENDMENTS TO CHAPTER

The following amendments to Chapter I of Title 8 of the Code of Federal Regulations are hereby prescribed:

PART 214—NONIMMIGRANT CLASSES

The third sentence of subdivision (iii) *Petition for alien trainee* of subparagraph (2) *Supporting evidence of paragraph (h) Temporary employees of § 214.2 Special requirements for admission, extension, and maintenance of status* is amended to read as follows: "A hospital approved by the American Medical Association or the American Osteopathic Association for either an internship or residence program may petition to classify as a trainee a medical student who will engage in employment as an extern during his medical school vacation period."

PART 245—ADJUSTMENT OF STATUS TO THAT OF PERSON ADMITTED FOR PERMANENT RESIDENCE

Paragraph (g) of § 245.1 is amended to read as follows:

§ 245.1 Eligibility.

(g) *Availability of immigrant visas under section 245.* If the applicant for adjustment of status under section 245 of the Act is a preference or nonpreference alien, the current Department of State Visa Office Bulletin on Availability of Immigrant Visa Numbers will be consulted to determine whether an immigrant visa is immediately available. An immigrant visa is considered available for accepting and processing the application Form I-485 if the applicant has a priority date on the waiting list which is not more than 90 days later than the date shown in the Bulletin or the Bulletin shows that numbers for visa applicants in his category are current. The priority date of an applicant who is seeking the allotment of an immigrant visa number under one of the first six preference classes specified in section 203(a) of the Act by virtue of a valid visa petition approved in his behalf shall be fixed

by the date on which such approved petition was filed. The priority date of an applicant who is seeking the allotment of a nonpreference immigrant visa number shall be fixed by the following factors, whichever is the earliest: (1) The priority date accorded the applicant by the consular officer as a nonpreference immigrant; (2) the date on which application Form I-485 is filed, if the applicant establishes that the provisions of section 212(a) (14) of the Act do not apply to him or that he is within the Department of Labor's Schedule A or C—Precertification List (29 CFR Part 60) when that list has not been suspended; (3) the date on which an approved valid third or sixth preference visa petition in his behalf was filed if the applicant was within the Department of Labor's Schedule A or C—Precertification List when that list has not been suspended; or (4) the date an application for certification was accepted for processing by any office within the employment service system of the Department of Labor, provided the certification applied for was issued. A nonpreference priority date, once established, is retained by the alien even though at the time a visa number becomes available and he is allotted a nonpreference visa number he meets the provisions of section 212(a) (14) of the Act by some means other than that by which he originally established entitlement to the nonpreference priority date. An application for adjustment as a preference or nonpreference alien shall not be approved until an immigrant visa number has been allocated by the Department of State. Information as to the immediate availability of an immigrant visa may be obtained at the nearest Service office.

PART 316a—RESIDENCE, PHYSICAL, PRESENCE AND ABSENCE

The listing of institutions of research in § 316a.2 *American institutions of research* is amended by adding in alphabetical sequence the following institution of research: "Gorgas Memorial Institute of Tropical and Preventive Medicine, Inc., and its operating unit, the Gorgas Memorial Laboratory."

PART 338—CERTIFICATE OF NATURALIZATION

1. The first sentence of § 338.12 *Endorsement in case name is changed* is amended to read as follows: "Whenever the name of a petitioner has been changed by order of court as a part of a naturalization, the clerk of court or his authorized deputy shall make, date, and sign the following endorsement on the reverse side of the original and duplicate of the certificate of naturalization: 'Name changed by decree of court from _____, as a part of the naturalization,' inserting in full the original name of the petitioner."

2. The second sentence of § 338.16 *Correction of certificates* is amended to read as follows: "If the district director finds that a correction is justified and can be made without mutilating the certificate, he shall authorize the clerk of the issuing

court or his authorized deputy on Form N-459, in duplicate, to make the necessary correction and to place a dated endorsement on the reverse of the certificate, over his signature and the seal of the court, explaining the correction."

(Sec. 103, 66 Stat. 173; 8 U.S.C. 1103)

This order shall be effective on the date of its publication in the **FEDERAL REGISTER**. Compliance with the provisions of section 553 of Title 5 of the United States Code (80 Stat. 383), as to notice of proposed rule making and delayed effective date, is unnecessary in this instance because the amendments to §§ 214.2(h) (2) (iii), 245.1(g), 338.12, and 338.16 confer benefits upon persons affected thereby and the amendment to § 316a.2 adds an institution of research to the listing.

Dated: June 24, 1970.

RAYMOND F. FARRELL,
 Commissioner of
 Immigration and Naturalization.

[F.R. Doc. 70-8193; Filed, June 26, 1970;
 8:50 a.m.]

Title 9—ANIMALS AND ANIMAL PRODUCTS

Chapter I—Agricultural Research

SUBCHAPTER C—INTERSTATE TRANSPORTATION OF ANIMALS AND POULTRY

PART 76—HOG CHOLERA AND OTHER COMMUNICABLE SWINE DISEASES

Areas Quarantined

Pursuant to provisions of the Act of May 29, 1884, as amended, the Act of February 2, 1903, as amended, the Act of March 3, 1905, as amended, the Act of September 6, 1961, and the Act of July 2, 1962 (21 U.S.C. 111-113, 114g, 115, 117, 120, 121, 123-126, 134b, 134f), Part 76, Title 9, Code of Federal Regulations, restricting the interstate movement of swine and certain products because of hog cholera and other communicable swine diseases, is hereby amended in the following respects:

1. In § 76.2, in paragraph (e) (1) relating to the State of Alabama, subdivision (i) relating to Morgan County is deleted.

2. In § 76.2, the introductory portion of paragraph (e) is amended by deleting therefrom the name of the State of New Mexico; paragraph (e) (11) relating to the State of New Mexico is deleted; and paragraph (f) is amended by adding the name of the State of New Mexico.

(Secs. 4-7, 23 Stat. 32, as amended, secs. 1, 2, 32 Stat. 791-792, as amended, secs. 1-4, 33 Stat. 1264, 1265, as amended, sec. 1, 75 Stat. 481, secs. 3 and 11, 76 Stat. 130, 132; 21 U.S.C. 111, 112, 113, 114g, 115, 117, 120, 121, 123-126, 134b, 134f; 29 F.R. 16210, as amended)

Effective date. The foregoing amendments shall become effective upon issuance.

The amendments exclude a portion of Morgan County, Alabama, and a portion of Dona Ana County, N. Mex. from the areas heretofore quarantined because of hog cholera. Therefore, the restrictions pertaining to the interstate movement of swine and swine products from or through quarantined areas as contained in 9 CFR Part 76, as amended, will not apply to the excluded areas, but will continue to apply to the quarantined areas described in § 76.2. Further, the restrictions pertaining to the interstate movement from nonquarantined areas contained in said Part 76 will apply to the excluded areas.

The foregoing amendments also add the State of New Mexico to the list of hog cholera eradication States in § 76.2(f).

The amendments relieve certain restrictions presently imposed and must be made effective immediately to be of maximum benefit to affected persons. Accordingly, under the administrative procedure provisions in 5 U.S.C. 553, it is found upon good cause that notice and other public procedure with respect to the amendments are impracticable and unnecessary, and good cause is found for making them effective less than 30 days after publication in the *FEDERAL REGISTER*.

Done at Washington, D.C., this 23d day of June 1970.

GEORGE W. IRVING, JR.,
Administrator,
Agricultural Research Service.

[F.R. Doc. 70-8157; Filed, June 26, 1970;
8:48 a.m.]

Title 10—ATOMIC ENERGY

Chapter I—Atomic Energy Commission

PART 50—LICENSING OF PRODUCTION AND UTILIZATION FACILITIES

Quality Assurance Criteria for Nuclear Power Plants

On April 17, 1969, the Atomic Energy Commission published in the *FEDERAL REGISTER* (34 F.R. 6599) for public comment proposed amendments to 10 CFR 50 "Licensing of Production and Utilization Facilities," which would add an appendix B, "Quality Assurance Criteria for Nuclear Power Plants."

All interested persons were invited to submit comments or suggestions in connection with the proposed amendments within 60 days after publication of the notice of proposed rule making in the *FEDERAL REGISTER*. After careful consideration of the comments received in response to the notice of proposed rule making and other factors involved, the Commission has decided to adopt the amendments in the form set out below. The amendments, as adopted, reflect a number of the comments. The principal changes from the proposed amendments are as follows:

1. Section 50.34(a) (7) now requires that a description and evaluation of the

quality assurance program be included in the preliminary safety analysis report. For clarification, the term, "evaluation" has been deleted and a sentence has been added to require that the description of the quality assurance program shall indicate how the applicable requirements of appendix B will be satisfied. For consistency, a similar statement has been added to § 50.34(b) (6) (ii) with regard to the controls to assure safe operation.

2. Section III of appendix B, "Design Control," has been revised to (a) require provisions to assure that appropriate quality standards are included in design documents and that deviations from such standards are controlled; (b) require that measures be established for the selection and review for suitability of application of materials, parts, equipment, and processes; (c) indicate that design control measures may include means of verifying or checking the adequacy of design other than the performance of design reviews, such as the use of alternate or simplified calculational methods, or the performance of a suitable testing program; and (d) require that design changes be subject to design control measures commensurate with those applied to the original design.

3. The last sentence in section IV of appendix B, "Procurement Document Control," has been modified to recognize that all sections of the quality assurance criteria may not be applicable to all contractors or subcontractors.

4. Section V of appendix B, "Instructions, Procedures, and Drawings," has been revised to make clear that the criteria for determining that important operations have been satisfactorily accomplished need not be duplicated on more than one design document.

5. Section VII, "Control of Purchased Material, Equipment, and Services," has been expanded to require that documentary evidence that material and equipment conform to the procurement requirements shall be available at the nuclear power plant prior to installation or use of the material and equipment. The word "all" in the first sentence of this section has been deleted so that a scope broader than that to which appendix B applies will not be inferred.

6. In section VIII, "Identification and Control of Material, Parts, and Components," the second sentence has been revised to eliminate any implication that traceability of material is, in all cases, required.

7. Section X, "Inspection," has been revised (a) to eliminate the implication that in-process inspection and mandatory inspection hold points are, in all cases, required and (b) to indicate that the inspection program shall be established and executed by or for the organization performing the inspected activity, and that the inspection shall be performed by individuals other than those who performed the activity being inspected.

8. In section XIV of appendix B, "Inspection, Test, and Operating Status," the requirement for marking nonconforming items has been deleted to elimi-

nate duplication with the requirements of section XV. The section has also been revised to indicate that tagging valves and switches is one way to identify the operating status, but not necessarily the only way.

9. In section XVI, "Corrective Action," to preclude the necessity of corrective action measures for those conditions adverse to quality which are rarely completely eliminated, such as all weld defects prior to initial inspection, the requirement that the cause be determined and corrected to preclude repetition has been changed to apply to significant conditions adverse to quality.

10. In section XVIII, "Audits," to avoid the implication that personnel performing audits should be qualified to specific requirements, the term "appropriately qualified personnel" has been changed to "appropriately trained personnel."

Editorial changes have also been made. The amendments set forth below establish quality assurance requirements for the design, construction, and operation of those structures, systems, and components of nuclear powerplants that prevent or mitigate the consequences of postulated accidents that could cause undue risk to the health and safety of the public. The pertinent provisions of these requirements apply to all activities which affect the safety-related functions of such structures, systems, and components.

The quality assurance requirements established by these criteria are intended to assure that:

(a) Applicable regulatory requirements and the design basis, as defined in § 50.2 and as specified in the license application, for structures, systems, and components are correctly translated into specifications, drawings, procedures, and instructions.

(b) Systems and components fabricated and tested in manufacturers' facilities conform to the specifications, drawings, procedures, and instructions.

(c) Structures, systems, and components constructed and tested at the nuclear powerplant site conform to the specifications, drawings, procedures, and instructions.

(d) Succeeding activities, such as operating, testing, refueling, repairing, maintaining, and modifying nuclear powerplants, are conducted in accordance with quality assurance practices consistent with those employed during design and construction. In addition to the requirement that operating activities be conducted in accordance with these quality assurance practices, there are other requirements which must be suitably developed and observed to assure safe operation; for example, technical specifications, schedules of maintenance and refueling, fuel management programs, and programs for operator training and qualification.

The quality assurance criteria are intended to assist applicants for nuclear powerplant licenses (1) to comply with § 50.34(a) (7) of Part 50, which requires inclusion in the preliminary safety analysis report of a description of the quality assurance program to be applied

to the design, fabrication, construction, and testing of the structures, systems, and components of the facility, and (2) in the development of managerial and administrative controls to be used to assure safe operation, as required by § 50.34(b) (6) (ii).

The criteria will also be used for guidance in evaluating the adequacy of the quality assurance programs in use by holders of construction permits and operating licenses.

The development of the criteria has taken into account cooperative Atomic Energy Commission-industry efforts on quality assurance requirements, the experience accumulated in designing, constructing, and operating licensed nuclear powerplants and Commission-owned reactors, and the quality assurance programs required for work under the cognizance of the Department of Defense and the National Aeronautics and Space Administration.

Pursuant to the Atomic Energy Act of 1954, as amended, and sections 552 and 553 of title 5 of the United States Code, the following amendments to 10 CFR Part 50 are published as a document subject to codification, to be effective 30 days after publication in the *FEDERAL REGISTER*.

1. In § 50.34, paragraph (a) (7) and (b) (8) (ii) are amended to read as follows:

§ 50.34 Contents of applications: technical information.

(a) Preliminary safety analysis report. Each application for a construction permit shall include a preliminary safety analysis report. The minimum information¹ to be included shall consist of the following:

(7) A description of the quality assurance program to be applied to the design, fabrication, construction, and testing of the structures, systems, and components of the facility. Appendix B, "Quality Assurance Criteria for Nuclear Power Plants," sets forth the requirements for quality assurance programs for nuclear power plants. The description of the quality assurance program for a nuclear power plant shall include a discussion of how the applicable requirements of Appendix B will be satisfied.

(b) Final safety analysis report. Each application for a license to operate a facility shall include a final safety analysis report. The final safety analysis report shall include information that describes the facility, presents the design basis, and the limits on its operation, and presents a safety analysis of the structures, systems, and components and

of the facility as a whole, and shall include the following:

(6) The following information concerning facility operation:

(ii) Managerial and administrative controls to be used to assure safe operation. Appendix B, "Quality Assurance Criteria for Nuclear Power Plants," sets forth the requirements for such controls for nuclear power plants. The information on the controls to be used for a nuclear power plant shall include a discussion of how the applicable requirements of Appendix B will be satisfied.

2. A new Appendix B is added to read as follows:

APPENDIX B—QUALITY ASSURANCE CRITERIA FOR NUCLEAR POWER PLANTS

Introduction. Every applicant for a construction permit is required by the provisions of § 50.34 to include in its preliminary safety analysis report a description of the quality assurance program to be applied to the design, fabrication, construction, and testing of the structures, systems, and components of the facility. Every applicant for an operating license is required to include, in its final safety analysis report, information pertaining to the managerial and administrative controls to be used to assure safe operation. Nuclear power plants include structures, systems, and components that prevent or mitigate the consequences of postulated accidents that could cause undue risk to the health and safety of the public. This appendix establishes quality assurance requirements for the design, construction, and operation of those structures, systems, and components. The pertinent requirements of this appendix apply to all activities affecting the safety-related functions of those structures, systems, and components; these activities include designing, purchasing, fabricating, handling, shipping, storing, cleaning, erecting, installing, inspecting, testing, operating, maintaining, repairing, refueling, and modifying.

As used in this appendix, "quality assurance" comprises all those planned and systematic actions necessary to provide adequate confidence that a structure, system, or component will perform satisfactorily in service. Quality assurance includes quality control, which comprises those quality assurance actions related to the physical characteristics of a material, structure, component, or system which provide a means to control the quality of the material, structure, component, or system to predetermined requirements.

I. ORGANIZATION

The applicant¹ shall be responsible for the establishment and execution of the quality assurance program. The applicant may delegate to other organizations the work of establishing and executing the quality assurance program, or any part thereof, but shall retain responsibility therefor. The authority and duties of persons and organizations performing quality assurance functions shall be

¹ While the term "applicant" is used in these criteria, the requirements are, of course, applicable after such a person has received a license to construct and operate a nuclear powerplant. These criteria will also be used for guidance in evaluating the adequacy of quality assurance programs in use by holders of construction permits and operating licenses.

clearly established and delineated in writing. Such persons and organizations shall have sufficient authority and organizational freedom to identify quality problems; to initiate, recommend, or provide solutions; and to verify implementation of solutions. In general, assurance of quality requires management measures which provide that the individual or group assigned the responsibility for checking, auditing, inspecting, or otherwise verifying that an activity has been correctly performed is independent of the individual or group directly responsible for performing the specific activity.

II. QUALITY ASSURANCE PROGRAM

The applicant shall establish at the earliest practicable time, consistent with the schedule for accomplishing the activities, a quality assurance program which complies with the requirements of this appendix. This program shall be documented by written policies, procedures, or instructions and shall be carried out throughout plant life in accordance with those policies, procedures, or instructions. The applicant shall identify the structures, systems, and components to be covered by the quality assurance program and the major organizations participating in the program, together with the designated functions of these organizations. The quality assurance program shall provide control over activities affecting the quality of the identified structures, systems, and components, to an extent consistent with their importance to safety. Activities affecting quality shall be accomplished under suitably controlled conditions. Controlled conditions include the use of appropriate equipment; suitable environmental conditions for accomplishing the activity, such as adequate cleanliness; and assurance that all prerequisites for the given activity have been satisfied. The program shall take into account the need for special controls, processes, test equipment, tools, and skills to attain the required quality, and the need for verification of quality by inspection and test. The program shall provide for indoctrination and training of personnel performing activities affecting quality as necessary to assure that suitable proficiency is achieved and maintained. The applicant shall regularly review the status and adequacy of the quality assurance program. Management of other organizations participating in the quality assurance program shall regularly review the status and adequacy of that part of the quality assurance program which they are executing.

III. DESIGN CONTROL

Measures shall be established to assure that applicable regulatory requirements and the design basis, as defined in § 50.2 and as specified in the license application, for those structures, systems, and components to which this appendix applies are correctly translated into specifications, drawings, procedures, and instructions. These measures shall include provisions to assure that appropriate quality standards are specified and included in design documents and that deviations from such standards are controlled. Measures shall also be established for the selection and review for suitability of application of materials, parts, equipment, and processes that are essential to the safety-related functions of the structures, systems and components.

Measures shall be established for the identification and control of design interfaces and for coordination among participating design organizations. These measures shall include the establishment of procedures among participating design organizations for the review, approval, release, distribution, and revision of documents involving design interfaces.

¹ The applicant may provide information required by this paragraph in the form of a discussion, with specific references, of similarities to and differences from facilities of similar design for which applications have previously been filed with the Commission.

The design control measures shall provide for verifying or checking the adequacy of design, such as by the performance of design reviews, by the use of alternate or simplified calculational methods, or by the performance of a suitable testing program. The verifying or checking process shall be performed by individuals or groups other than those who performed the original design, but who may be from the same organization. Where a test program is used to verify the adequacy of a specific design feature in lieu of other verifying or checking processes, it shall include suitable qualification testing of a prototype unit under the most adverse design conditions. Design control measures shall be applied to items such as the following: reactor physics, stress, thermal, hydraulic, and accident analyses; compatibility of materials; accessibility for in-service inspection, maintenance, and repair; and delineation of acceptance criteria for inspections and tests.

Design changes, including field changes, shall be subject to design control measures commensurate with those applied to the original design and be approved by the organization that performed the original design unless the applicant designates another responsible organization.

IV. PROCUREMENT DOCUMENT CONTROL

Measures shall be established to assure that applicable regulatory requirements, design bases, and other requirements which are necessary to assure adequate quality are suitably included or referenced in the documents for procurement of material, equipment, and services, whether purchased by the applicant or by its contractors or subcontractors. To the extent necessary, procurement documents shall require contractors or subcontractors to provide a quality assurance program consistent with the pertinent provisions of this appendix.

V. INSTRUCTIONS, PROCEDURES, AND DRAWINGS

Activities affecting quality shall be prescribed by documented instructions, procedures, or drawings, or a type appropriate to the circumstances and shall be accomplished in accordance with these instructions, procedures, or drawings. Instructions, procedures, or drawings shall include appropriate quantitative or qualitative acceptance criteria for determining that important activities have been satisfactorily accomplished.

VI. DOCUMENT CONTROL

Measures shall be established to control the issuance of documents, such as instructions, procedures, and drawings, including changes thereto, which prescribe all activities affecting quality. These measures shall assure that documents, including changes, are reviewed for adequacy and approved for release by authorized personnel and are distributed to and used at the location where the prescribed activity is performed. Changes to documents shall be reviewed and approved by the same organizations that performed the original review and approval unless the applicant designates another responsible organization.

VII. CONTROL OF PURCHASED MATERIAL, EQUIPMENT, AND SERVICES

Measures shall be established to assure that purchased material, equipment, and services, whether purchased directly or through contractors and subcontractors, conform to the procurement documents. These measures shall include provisions, as appropriate, for source evaluation and selection, objective evidence of quality furnished by the contractor or subcontractor, inspection at the contractor or subcontractor source, and examination of products upon delivery. Documentary evidence that material and equipment conform to the procurement requirements shall be available at the nuclear

powerplant site prior to installation or use of such material and equipment. This documentary evidence shall be retained at the nuclear powerplant site and shall be sufficient to identify the specific requirements, such as codes, standards, or specifications, met by the purchased material and equipment. The effectiveness of the control of quality by contractors and subcontractors shall be assessed by the applicant or designee at intervals consistent with the importance, complexity, and quantity of the product or services.

VIII. IDENTIFICATION AND CONTROL OF MATERIALS, PARTS, AND COMPONENTS

Measures shall be established for the identification and control of materials, parts, and components, including partially fabricated assemblies. These measures shall assure that identification of the item is maintained by heat number, part number, serial number, or other appropriate means, either on the item or on records traceable to the item, as required throughout fabrication, erection, installation, and use of the item. These identification and control measures shall be designed to prevent the use of incorrect or defective material, parts, and components.

IX. CONTROL OF SPECIAL PROCESSES

Measures shall be established to assure that special processes, including welding, heat treating, and nondestructive testing, are controlled and accomplished by qualified personnel using qualified procedures in accordance with applicable codes, standards, specifications, criteria, and other special requirements.

X. INSPECTION

A program for inspection of activities affecting quality shall be established and executed by or for the organization performing the activity to verify conformance with the documented instructions, procedures, and drawings for accomplishing the activity. Such inspection shall be performed by individuals other than those who performed the activity being inspected. Examinations, measurements, or tests of material or products processed shall be performed for each work operation where necessary to assure quality. If inspection of processed material or products is impossible or disadvantageous, indirect control by monitoring processing methods, equipment, and personnel shall be provided. Both inspection and process monitoring shall be provided when control is inadequate without both. If mandatory inspection hold points, which require witnessing or inspecting by the applicant's designated representative and beyond which work shall not proceed without the consent of its designated representative are required, the specific hold points shall be indicated in appropriate documents.

XI. TEST CONTROL

A test program shall be established to assure that all testing required to demonstrate that structures, systems, and components will perform satisfactorily in service is identified and performed in accordance with written test procedures which incorporate the requirements and acceptance limits contained in applicable design documents. The test program shall include, as appropriate, proof tests prior to installation, preoperational tests, and operational tests during nuclear power plant operation, of structures, systems, and components. Test procedures shall include provisions for assuring that all prerequisites for the given test have been met, that adequate test instrumentation is available and used, and that the test is performed under suitable environmental conditions. Test results shall be documented and evaluated to assure that test requirements have been satisfied.

XII. CONTROL OF MEASURING AND TEST EQUIPMENT

Measures shall be established to assure that tools, gages, instruments, and other measuring and testing devices used in activities affecting quality are properly controlled, calibrated, and adjusted at specified periods to maintain accuracy within necessary limits.

XIII. HANDLING, STORAGE AND SHIPPING

Measures shall be established to control the handling, storage, shipping, cleaning and preservation of material and equipment in accordance with work and inspection instructions to prevent damage or deterioration. When necessary for particular products, special protective environments, such as inert gas atmosphere, specific moisture content levels, and temperature levels, shall be specified and provided.

XIV. INSPECTION, TEST, AND OPERATING STATUS

Measures shall be established to indicate, by the use of markings such as stamps, tags, labels, routing cards, or other suitable means, the status of inspections and tests performed upon individual items of the nuclear power plant. These measures shall provide for the identification of items which have satisfactorily passed required inspections and tests, where necessary to preclude inadvertent bypassing of such inspections and tests. Measures shall also be established for indicating the operating status of structures, systems, and components of the nuclear power plant, such as by tagging valves and switches, to prevent inadvertent operation.

XV. NONCONFORMING MATERIALS, PARTS, OR COMPONENTS

Measures shall be established to control materials, parts, or components which do not conform to requirements in order to prevent their inadvertent use or installation. These measures shall include, as appropriate, procedures for identification, documentation, segregation, disposition, and notification to affected organizations. Nonconforming items shall be reviewed and accepted, rejected, repaired or reworked in accordance with documented procedures.

XVI. CORRECTIVE ACTION

Measures shall be established to assure that conditions adverse to quality, such as failures, malfunctions, deficiencies, deviations, defective material and equipment, and nonconformances are promptly identified and corrected. In the case of significant conditions adverse to quality, the measures shall assure that the cause of the condition is determined and corrective action taken to preclude repetition. The identification of the significant condition adverse to quality, the cause of the condition, and the corrective action taken shall be documented and reported to appropriate levels of management.

XVII. QUALITY ASSURANCE RECORDS

Sufficient records shall be maintained to furnish evidence of activities affecting quality. The records shall include at least the following: Operating logs and the results of reviews, inspections, tests, audits, monitoring of work performance, and materials analyses. The records shall also include closely-related data such as qualifications of personnel, procedures, and equipment. Inspection and test records shall, as a minimum, identify the inspector or data recorder, the type of observation, the results, the acceptability, and the action taken in connection with any deficiencies noted. Records shall be identifiable and retrievable. Consistent with applicable regulatory requirements, the applicant shall establish requirements concerning record retention, such as duration, location, and assigned responsibility.

XVIII. AUDITS

A comprehensive system of planned and periodic audits shall be carried out to verify compliance with all aspects of the quality assurance program and to determine the effectiveness of the program. The audits shall be performed in accordance with the written procedures or check lists by appropriately trained personnel not having direct responsibilities in the areas being audited. Audit results shall be documented and reviewed by management having responsibility in the area audited. Followup action, including re-audit of deficient areas, shall be taken where indicated.

(Sec. 161 b.l.o., 68 Stat. 948 as amended; 42 U.S.C. 2201(b), (4), (c))

Dated at Washington, D.C., this 17th day of June 1970.

For the Atomic Energy Commission.

W. B. McCool,
Secretary.

[F.R. Doc. 70-8199; Filed, June 26, 1970; 8:50 a.m.]

Title 12—BANKS AND BANKING

Chapter II—Federal Reserve System

SUBCHAPTER A—BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

[Reg. Q]

PART 217—INTEREST ON DEPOSITS

Suspension of Maximum Rates on Certain Single Maturity Time Deposits

1. Effective June 24, 1970, subparagraph (a) (1) of § 217.7 (supplement to Regulation Q) is amended to read as follows:

(1) *Deposits of \$100,000 or more.* No member bank shall pay interest on any single maturity time deposit of \$100,000 or more at a rate in excess of the applicable rate under the following schedule:

Maturity	Maximum percent
30-89 days.....	No maximum presently prescribed.
90-179 days.....	6½%
180 days or more but less than 1 year.....	7
1 year or more.....	7½

2a. This amendment is designed to suspend, effective June 24, 1970, the maximum limitations heretofore prescribed by Regulation Q on the rate of interest that member banks may pay on single maturity deposits of \$100,000 or more that mature 30 days or more but less than 90 days after the date of deposit. Prior to the amendment, such deposits maturing in 30 to 59 days were subject to the maximum limitation of 6½ percent, and those maturing in 60 to 89 days to a maximum limitation of 6½ percent.

b. The amendment was adopted because, as a consequence of current uncertainties in financial markets, it appeared that there could be unusual de-

mands upon commercial banks for short-term credit accommodations. If this were to occur, such increases in bank loans would not constitute an increase in total credit flows, to the extent that they simply represented a transfer of borrowings from other financing avenues, as for example the commercial paper market. In these circumstances, appropriate accommodations in bank lending would be a constructive element in the process of adjustment to changing financial conditions and would not interfere with the continuing objective of curbing inflation.

c. The requirements of section 553 (b) of title 5, United States Code, with respect to notice, public participation, and deferred effective date were not followed in connection with this amendment because the Board found that the credit situation and the public interest compelled it to make the action effective no later than the date adopted.

By order of the Board of Governors, June 23, 1970.

[SEAL] KENNETH A. KENYON,
Deputy Secretary.

[F.R. Doc. 70-8192; Filed, June 26, 1970; 8:49 a.m.]

Chapter III—Federal Deposit Insurance Corporation

SUBCHAPTER B—REGULATIONS AND STATEMENTS OF GENERAL POLICY

PART 329—INTEREST ON DEPOSITS

Maximum Rates of Interest

1. Sections 329.6, 329.7 and 329.9 of the rules and regulations of the Federal Deposit Insurance Corporation (12 C.F.R. §§ 329.6, 329.7, 329.9) are amended effective June 24, 1970, to read as follows:

§ 329.6 Maximum rates of interest payable on time and savings deposits by insured nonmember banks.

(a) *Single maturity time deposits—*
(1) *Deposits of \$100,000 or more.* No insured nonmember bank shall pay interest on any single maturity time deposit of \$100,000 or more at a rate in excess of the applicable rate under the following schedule:

Maturity	percent per annum
30-89 days.....	No maximum presently prescribed.
90-179 days.....	6½%
180 days or more but less than 1 year.....	7
1 year or more.....	7½

§ 329.7 Maximum rates " of interest or dividends payable on deposits by insured nonmember mutual savings banks.

(b) * * *

(4) *Single maturity time deposits of \$100,000 or more.* No insured nonmember mutual savings bank shall pay interest or dividends on any single maturity time deposit of \$100,000 or more at a rate in excess of the applicable rate under the following schedule:

Maturity	Maximum percent per annum
30-89 days.....	No maximum presently prescribed.
90-179 days.....	6½%
180 days or more but less than 1 year.....	7
1 year or more.....	7½

§ 329.9 Savings banks in Massachusetts not insured by FDIC.

(c) *Single maturity time deposits of \$100,000 or more.* No noninsured savings bank in the Commonwealth of Massachusetts shall pay interest or dividends on any single maturity time deposit of \$100,000 or more at a rate in excess of the applicable rate under the following schedule:

Maturity	Maximum percent per annum
30-89 days.....	No maximum presently prescribed.
90-179 days.....	6½%
180 days or more but less than 1 year.....	7
1 year or more.....	7½

(Sec. 9, 18(g), 64 Stat. 881-82, 83 Stat. 371; 12 U.S.C. 1819, 1828(g))

2. a. The above amendments change the maximum rates of interest payable on time deposits by insured nonmember banks, including insured nonmember mutual savings banks, and savings banks in Massachusetts not insured by FDIC to suspend the interest rate limitations on single maturity time deposits of \$100,000 or more with maturities from 30 to 89 days.

b. The requirements of sections 553 (b) and (d) of title 5, United States Code, with respect to notice, public participation, and deferred effective date were not followed in connection with this amendment because the Board found that the public interest compelled it to make the action effective June 24, 1970.

By order of the Board of Directors, June 23, 1970.

FEDERAL DEPOSIT INSURANCE CORPORATION,

[SEAL] E. F. DOWNEY,
Secretary.

[F.R. Doc. 70-8121; Filed, June 26, 1970; 8:45 a.m.]