

UNITED STATES NUCLEAR REGULATORY COMMISSION

REGION I 475 ALLENDALE ROAD KING OF PRUSSIA, PENNSYLVANIA 19406-1415

August 26, 2005

Docket No. 03032127 License No. 37-28625-01

Richard Hudock
Radiation Safety Officer and Vice President of Operations
Derry Construction Company
R D # 5, Box 34
Latrobe, PA 15650

SUBJECT: INSPECTION 03032127/2005001, DERRY CONSTRUCTION COMPANY,

DELMONT ASPHALT PLANT, DELMONT, PENNSYLVANIA AND NOTICE OF

VIOLATION

Dear Mr. Hudock:

On July 26, 2005 and August 18, 2005, Dick Ladun and Michael Reichard of this office conducted a safety inspection at the above address and at the Delmont Asphalt Plant, Delmont, Pennsylvania of activities authorized by the above listed NRC license. The inspection was an examination of your licensed activities as they relate to radiation safety and to compliance with the Commission's regulations and the license conditions. The inspection consisted of observations by the inspector, interviews with personnel, and a selected examination of representative records. The findings of the inspection were discussed with you at the conclusion of the inspection.

Based on the results of this inspection, it appears that your activities were not conducted in full compliance with NRC requirements. A Notice of Violation is enclosed that categorizes the violation by severity level. You are required to respond to this letter and should follow the instructions specified in the enclosed Notice when preparing your response. In your response, you should document the specific actions taken and any additional actions you plan to prevent recurrence. Your response may reference or include previous docketed correspondence, if the correspondence adequately addresses the required response. After reviewing your response to this Notice, including your proposed corrective actions and the results of future inspections, the NRC will determine whether further NRC enforcement action is necessary to ensure compliance with NRC regulatory requirements.

Item A in the Notice of Violation enclosed with this letter was identified during a previous inspection of your licensed activities and documented in a Notice of Violation enclosed with our letter dated August 7, 2000. From this inspection, it appears that your corrective actions were not effective since this item has recurred. Recurrent and uncorrected violations are given additional weight in the consideration and selection of appropriate enforcement action. Therefore, in your response to this letter, you should give particular attention to those actions taken or planned to ensure that identified items of noncompliance will be completely corrected and will not recur.

Current NRC regulations are included on the NRC's website at www.nrc.gov; select Nuclear Materials; Medical, industrial, and academic uses of nuclear material; then toolkit index

page. The Current General Policy and Procedure for NRC Enforcement Actions are included on the NRC's website at www.nrc.gov; select What We Do, Enforcement, then Enforcement Policy. Or you may obtain these documents by contacting the Government Printing Office (GPO) toll-free at 1-888-293-6498. The GPO is open from 7:00 a.m. to 9:00 p.m. EST, Monday through Friday (except Federal holidays).

Your cooperation with us is appreciated.

Sincerely,

Original signed by John D. Kinneman

John D. Kinneman, Chief Security and Industrial Branch Division of Nuclear Materials Safety

Enclosure: Notice of Violation

CC:

Commonwealth of Pennsylvania

R. Hudock **Derry Construction Company**

Distribution: D. J. Holody, RI

DOCUMENT NAME: E:\Filenet\ML052380510.wpd

SISP Review Complete: (JDKinneman)
After declaring this document "An Official Agency Record" it <u>will</u> be released to the Public.

To receive a copy of this document, indicate in the box: "C" = Copy w/o attach/encl "E" = Copy w/ attach/encl "N" = No copy

OFFICE	DNMS/RI	N	DNMS/RI	Ν	DNMS/RI	N	
NAME	RLadun JDK for		MReichard jdk for		JDKinneman jdk for		
DATE	08/22/2005		08/22/2005		08/24/2005		

3

NOTICE OF VIOLATION

Derry Construction Company Latrobe, PA

Docket No. 03032127 License No. 37-28625-01

During an NRC inspection conducted on July 26, 2005 and August 18, 2005, one violation of NRC requirements was identified. In accordance with the NRC Enforcement Policy, the violation is listed below:

A. 10CFR 20.110 (c) requires that the licensee review, at least annually, the radiation protection program content and implementation.

Contrary to the above, as of August 18, 2005, the licensee has failed to perform a review of the radiation protection program and implementation.

This is a Severity Level violation IV violation (Supplement IV).

Pursuant to the provisions of 10 CFR 2.201, Derry Construction Company is hereby required to submit a written statement or explanation to the U.S. Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, D.C. 20555, with a copy to the Regional Administrator, Region I, within 30 days of the date of the letter transmitting this Notice of Violation (Notice). This reply should be clearly marked as a "Reply to a Notice of Violation" and should include for each violation: (1) the reason for the violation, or, if contested, the basis for disputing the violation, (2) the corrective steps that have been taken and the results achieved, (3) the corrective steps that will be taken to avoid further violations, and (4) the date when full compliance will be achieved. Your response may reference or include previous docketed correspondence, if the correspondence adequately addresses the required response. If an adequate reply is not received within the time specified in this Notice, an order or a Demand for Information may be issued as to why the license should not be modified, suspended, or revoked, or why such other action as may be proper should not be taken. Where good cause is shown, consideration will be given to extending the response time.

If you contest this enforcement action, you should also provide a copy of your response to the Director, Office of Enforcement, United States Nuclear Regulatory Commission, Washington, DC 20555-0001. Under the authority of Section 182 of the Act, 42 U.S.C. 2232, any response which contests an enforcement action shall be submitted under oath or affirmation.

Your response will be placed in the NRC Public Document Room (PDR) and on the NRC Web site. To the extent possible, it should, therefore, not include any personal privacy, proprietary, or safeguards information so that it can be made publically available without redaction. However, if you find it necessary to include such information, you should clearly indicate the specific information that you desire not to be placed in the PDR, and provide the legal basis to support your request for withholding the information from the public.

In accordance with 10 CFR 19.11, you may be required to post this Notice within two working days.

Dated This 26th day of August 2005