

SAFETY INSPECTION REPORT AND COMPLIANCE INSPECTION

1. LICENSEE/LOCATION INSPECTED: S.C. Holdings/SCA (Hartley and Hartley Landfill) 2370 Two Mile Road, Bay County, MI 48706 REPORT NUMBER(S) 040-09022/05-001	2. NRC/REGIONAL OFFICE REGION III US NUCLEAR REGULATORY COMMISSION 801 WARRENVILLE ROAD LISLE IL 60532-4351	
3. DOCKET NUMBER(S) 040-09022	4. LICENSE NUMBER(S) SUC-1565	5. DATE(S) OF INSPECTION 09/28/2005

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, NUREG-1600, to exercise discretion, were satisfied.

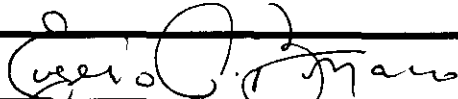
_____ non-cited violation(s) were discussed involving the following requirement(s):

- 4. During this inspection, certain of your activities, as described below and/or attached, were in violation of NRC requirements and are being cited. This form is a NOTICE OF VIOLATION, which may be subject to posting in accordance with 10 CFR 19.11.

(Violations and Corrective Actions)

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			
NRC INSPECTOR	Eugenio A. Bonano		9.28.05



Docket File Information
SAFETY INSPECTION REPORT AND COMPLIANCE INSPECTION

1. LICENSEE/LOCATION INSPECTED: S.C. Holdings/SCA (Hartley and Hartley Landfill) REPORT NUMBER(S) 040-09022/05-001		2. NRC/REGIONAL OFFICE REGION III	
3. DOCKET NUMBER(S) 040-09022		4. LICENSE NUMBER(S) SUC-1565	5. DATE(S) OF INSPECTION 09/28/2005
6. INSPECTION PROCEDURES USED IP 87104		7. INSPECTION FOCUS AREAS Security & Control of material per 10 CFR 20.1801 & 20.1802	

SUPPLEMENTAL INSPECTION INFORMATION

1. PROGRAM CODE(S)	2. PRIORITY	3. LICENSEE CONTACT Phillip Mazor	4. TELEPHONE NUMBER 616-688-5777 ext: 17
--------------------	-------------	--------------------------------------	---

 Main Office Inspection

Next Inspection Date:

April - October 2006
 Field Office Inspection

 Temporary Job Site Inspection

PROGRAM SCOPE

The inspector accompanied HQ Project Manager (David Nelson) for a site visit and meetings with the licensee to discuss future decommissioning activities and license termination. The inspector observed security and control of material per 10 CFR 20.1801 and 20.1802.

PERFORMANCE OBSERVATIONS

The licensee maintains appropriate safeguards to ensure security and control of material on site are in accordance with their procedures and regulatory requirements. All postings are in accordance with 10 CFR Part 20. No decommissioning activities were noted during the inspection.

Future decommissioning activities are being discussed and planned for April through October 2006 which involves removal of material (thorium slag, etc.) from one location and placing into a cell north west of the site. Licensee will contact NRC with time schedule and submit to the NRC a work plan and procedures.

License termination is planned for 4th quarter 2006.