

# Shieldalloy Corporation

DIVISION OF METALLURG. INC.  
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SHIDALLOY NEFD

CABLE REGISTRATION  
SHIELDALLOY

DR. GEORGE T. CAMPBELL  
Vice President  
Technology

October 15, 1987

Mr. Thomas I. Martin  
Director  
Division of Radiologic Safety  
and Safeguards  
N.R.C. Region 1  
631 Park Avenue  
King of Prussia, PA 19406

Reference: Proposed Radiological Survey Plan  
at Shieldalloy Corporation  
Newfield, New Jersey

Dear Mr. Martin:

Shieldalloy Corporation wishes to reaffirm our desire to cooperate in every reasonable way as the Nuclear Regulatory Commission carries out its responsibilities in the renewal of Source Material License SMB-743 for our facility in Newfield, New Jersey. As you know, Shieldalloy has already provided voluminous amounts of data and other relevant materials to NRC in regard to the renewal application.

On Friday, October 9th, we received the proposed radiological survey plan prepared by Oak Ridge Associated Universities on your behalf and dated July 30, 1987. Representatives of Oak Ridge were scheduled to arrive at our facility on October 13th. In a telephone conference on October 9th, you advised us that it is your view that data of the nature to be obtained through the proposed survey is necessary in order to renew our license.

Whereas we will cooperate to the fullest extent to enable your contractor to undertake this work, we wish formally to confirm that, in our view, the proposed program is more extensive than necessary to determine what steps, if any, are required to safeguard public and operator safety from the operations at this site.

We have three primary concerns at this situation. Firstly, we feel that with our detailed knowledge of the operations at this site, we could have advised you contractor in the preparation of a site survey plan, whereby a more cost effective program could have been devised. Secondly, we are concerned that the cost of this work might

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Mr. Thomas I. Martin  
N.R.C. Region 1

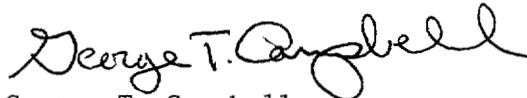
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be translated into a license fee and referred to this company for payment. Thirdly, we are concerned that this program will be utilized as more than a base line data gathering activity for decontamination and decommissioning activities at the Newfield site alone.

In respect to the cost of the work program, we were pleased to have your assurance that the total cost of the program will not exceed \$20,000 and that, in any event, the cost will not be translated into license fees charged to this company. We would also like your assurance that this program is not to be utilized as a base line for subsequent decontamination/decommissioning activities at Newfield or any other location, and that such programs will be devised on the basis of the potential risk arising from the actual activities at the sites concerned.

In respect to the lack of consultation, we feel that this is regrettable and to the detriment of the program. We would like to reiterate our policy of cooperation with yourselves and your agents with a view of assuring that surveys, such as the one in hand, are conducted cost effectively and with due reference to the activities and operations at the site.

Yours sincerely,

  
George T. Campbell

GTC:jbh

CC: Dr. W.F. Porter, Shieldalloy Corp.  
Mr. M.R. Morgenstern, Shieldalloy Corp.  
Dr. R.E. Holmes, E.R.T.  
Mr. J.D. Austin, Jr., Arter & Hadden