R. A. Hiller Company Pittsburgh, Pennsylvania

APPENDIX A

NOTICE OF VIOLATION

As a result of the inspection conducted on September 5-8, 1989, and in accordance with Section 206 of the Energy Reorganization Act of 1974 and its implementing regulation 10 CFR Part 21, the following violation was identified and categorized in accordance with the NRC Enforcement Policy (10 CFR Part 2, Appendix C), 49 FR 8583 (March 8, 1984):

Section 21.21 of 10 CFR Part 21, dated August 21, 1987, states, in part: "Each individual, corporation, partnership or other entity subject to the regulations in this part shall adopt appropriate procedures to: (1) provide for: (i) evaluating deviations or (ii) informing the licensee or purchaser of the deviation to be evaluated unless the deviation has been corrected; and...any advice related to the defect or failure to comply about the facility, activity, or basic component that has been, is being or will be given to purchaser or licensees."

Contrary to the above, the R. A. Hiller Company (RAH) did not establish a procedure to evaluate and report to their customers deviations in the valve actuators that had been supplied to nuclear power plants. (89-01-01)

This is a Severity Level IV Violation (Supplement VII).