



SECRET NO. *A-51*
40-86
H. Kelly

DAVISON CHEMICAL DIVISION

August 2, 1961



Mr. Lyall Johnson
Division of Licensing and Regulations
U. S. Atomic Energy Commission
Washington 25, D. C.

Ref: CO-NY:AMB

Dear Mr. Johnson:

This is in reply to Mr. R. W. Kirkman's (Director - N.Y. Compliance Area) letter of July 26, 1961, advising this Company of the requirements for the possession of source material under the revised regulations contained in 10 CFR 40 and in addition,--advising that Source Material License No. R-196 issued to this Company has expired. We appreciate Mr. Kirkman calling this to our attention and by this letter are requesting a renewal of our license for source material to be used at our Pompton Plains, New Jersey, operation in accord with information previously submitted to the Division of Licensing and Regulation.

Briefly, the situation as we are currently aware of it, is that some thirty odd days prior to the expiration of our license, we requested a renewal; however, at that time, as the result of an inspection by the New York Inspection Division, there were several items of non-compliance under 10 CFR 20 and renewal was withheld pending corrective action. Corrective measures were taken, including the submission of detailed information regarding the operations, and in particular procedures for assuring the health and safety of the public and Company employees. On June 29, 1961, the operations were re-inspected and we were subsequently advised by letter dated July 19, 1961, that there were no longer any items of non-compliance. At that time we assumed that our previous application, along with the additional information submitted, would be reviewed and a renewal granted. Apparently we were in error on this point.

Since our previous application is not adequate for licensing purposes, please consider this letter as this Company's application for a new source material license for an unlimited amount of material to be used in our rare earth operations located in Pompton Plains, New Jersey. In this connection, it is also requested (1) that the

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information submitted previously regarding our operations and procedures be used in support of this letter, (2) Mr. David Barrett's name and address be deleted from the license and (3) the new license as well as all future correspondence concerning this operation be addressed as follows:

✓ W. R. Grace & Co.
Davison Chemical Division
P. O. Box 488
Pompton Plains, New Jersey
Attention: Mr. Richard Mandle
Plant Manager

← Address

Thank you again for calling this matter to our attention and should additional pre-licensing information be required, please contact Mr. Mandle at the above address or the undersigned at our Baltimore address.

Very truly yours,

W. R. GRACE & CO.
Davison Chemical Division

T. O. Tongue

T. O. Tongue
Assistant Production Manager
Chemicals Division

TOT:flc

cc: Mr. Robert W. Kirkman, Director - New York Compliance Area
Mr. Richard M. Mandle, Plant Manager - Pompton Plains Plant