

NOTICE OF VIOLATION

Schulz Electric Company
New Haven, Connecticut

Docket No. 99901269
Report No. 94-01

During a U. S. Nuclear Regulatory Commission (NRC) inspection conducted at the Schulz Electric Company (Schulz) facilities, between January 24-28, 1994, violations of NRC requirements were identified. In accordance with the "General Statement of Policy and Procedure for NRC Enforcement Actions," 10 CFR Part 2, Appendix C (1993), the violations are listed below:

- A. Section 21.21, "Notification of failure to comply or existence of a defect and its evaluation," of 10 CFR Part 21, requires each individual, corporation, partnership, or other entity subject to the regulations in this part to adopt appropriate procedures to evaluate deviations and failures to comply, in all cases, within 60 days of discovery. If an evaluation of a deviation or failure to comply cannot be completed within 60 days of discovery, an interim report must be prepared and submitted to the NRC. If the supplier of basic components does not have the capability to evaluate deviations or failures to comply then the supplier must inform the purchasers or licensees within five working days of discovery.

Contrary to Section 21.21, Schulz failed to adopt adequate procedures to ensure that deviations and failures to comply were appropriately evaluated. Specifically, Schulz Shop Instruction (SI) SI-102, "Identifying and Reporting Under 10 CFR Part 21," did not contain provisions that would (1) ensure that Schulz would evaluate deviations within 60 days of discovery and provide an interim report to the NRC of any deviation evaluation that can not be completed within 60 days of discovery, and (2) ensure that Schulz would inform the purchasers or affected licensees within 5 working days of deviations that Schulz determined that it did not have the capability to perform an evaluation to determine if a defect exists. (94-01-01)

This is a Severity Level V violation (Supplement VII).

B. Section 21.6, "Posting requirements," of 10 CFR Part 21, requires each individual, corporation, partnership, or other entity subject to the regulations in this part to post current copies of either:

(1) 10 CFR Part 21, Section 206 of the Energy Reorganization Act of 1974 (ERA), and procedures adopted pursuant to 10 CFR Part 21; or

(2) Section 206 of the ERA, and a notice which describes 10 CFR Part 21 and procedures adopted to implement Part 21, including the name of the individual to whom reports may be made, and states where they may be examined.

Contrary to the above, the NRC inspectors found that the 10 CFR Part 21 posting by Schulz at its facilities did not contain a copy of Section 206 of the Energy Reorganization Act of 1974. (94-01-02)

This is a Severity Level V violation (Supplement VII).

Although Section 2.201 requires you to submit to this office, within 20 days of your receipt of this Notice, a written statement of explanation, we note that the violations had been corrected and those actions were reviewed by the team and found satisfactory. Therefore, no response with respect to this matter is required.

Dated at Rockville, Maryland
this 16th day of March 1994.