License No. SMB-1507 Docket No. 040-08948

APR 1 5 1994

Shieldalloy Metallurgical Corporation

ATTN: Mr. Scott Eves, Vice President

Environmental Services

West Boulevard P. O. Box 768 Newfield, NJ 08344

Dear Mr. Eves:

SUBJECT: NOTICE OF VIOLATION DATED FEBRUARY 2, 1994

This acknowledges receipt of your letters dated March 2 and 18, 1994, and subsequent telephone conversations between you and Mr. Ray Glinski of my staff, in response to our letter dated February 2, 1994, transmitting a Notice of Violation.

We have reviewed your corrective actions, which appear to be adequate, and have no further questions at this time. These corrective actions will be examined during a future inspection.

Sincerely,

Original signed by G. M. McCann

G. Mike McCann, Chief Fuel Facilities and Decommissioning Section

bcc w/ltrs dtd 3/2/94 and 3/18/94: PUBLIC (IE 07)

RIII Res Glinski/sd 04/13/94 RIII Jun McCann 4/15/94

260037

9404270068 940415 PDR ADDCK 04008948 C PDR JEON!

From: Chad J. Glenn (CJG1)

To: RLG, GMM

Date: Thursday, April 14, 1994 10:30 am

Subject: SHIELDALLOY (IR 040-08948/93001 (DRSS)

In response to your request, this is to confrim that headquarter's staff has reviewed the corrective actions proposed by the licensee and we agree with NRC Region III that these actions will bring the licensee into compliance with NRC regulations. NMSS/LLWM reached this position in consultation with Region III and NMSS/INMS. The licensee corrective actions include: (a) installation of additional postings around West Slag Pile (WSP); (b) licensee inspections of WSP two times per month; and (c) implementation of ground water and surface water monitoring plan and prompt notification of any changes to plan.

CC: MFW