



UNITED STATES
 NUCLEAR REGULATORY COMMISSION
 REGION I
 475 ALLENDALE ROAD
 KING OF PRUSSIA, PENNSYLVANIA 19406

FEB 23 1990

Memorandum For: Thomas T. Martin, Deputy Regional Administrator
 Thru: *MK* Malcolm R. Knapp, Director
 Division of Radiation Safety and Safeguards
 From: John R. White, Chief
 Nuclear Materials Safety Section C
 Subject: RTI, INCORPORATED, OTHER MATTERS

1. On February 22, 1990, I received a call from Dr. Martin Welt. Dr. Welt indicated that he was expecting to [redacted] and was very interested in becoming constructive in the irradiation industry, in general; in RTI, specifically. In his view, [redacted]

[redacted] In this regard, Dr. Welt wanted to know what the NRC's attitude toward him would be, i.e., provided that he acquired the support of the stockholders of the corporation, would the agency purposely prevent him from returning to RTI in a leadership capacity? He indicated that the proxy assigned to the Board of Directors, relative to voting his shares of stock, will expire shortly; and that while he was not a majority holder, he believed that he had the right to solicit the support of the stockholders in an effort to save the corporation that he founded. He desires now to be considered without [redacted]

[redacted] He indicated that contact with him in this matter could be arranged through [redacted] or through his son Andrew Welt at Alpha-Omega, Incorporated, 201-334-4321.

2. Michael Slobodien, the independent auditor specified in the current license, called on February 22, 1990, to inform that Mr. Scandalios was very critical of the agency's failure to resolve the issues discussed in the Enforcement Conference in April 1989; and that he was intending to contact the Chairman

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 Act, exemption 5, b and 7C
 FOIA- 90-334

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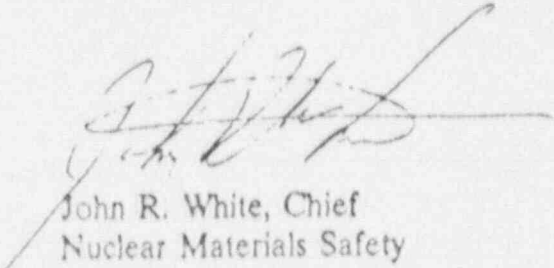
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and applicable Members of Congress in an effort to accelerate the NRC's process in this matter. According to Slobodien, Mr. Scandalios needs to make very critical business decisions relative to RTI...decisions that are affected by the NRC's failure to (1) provide information relative to realistic expectation of future license renewal, (2) resolve previously identified violations, and (3) expedite any forthcoming enforcement action.

Mr. Slobodien advised that he would recommend that Scandalios first request a meeting with the Regional Administrator in an effort to resolve this situation at the regional level.



John R. White, Chief
Nuclear Materials Safety
Section C

cc:

L. Bettenhausen, DRSS
K. Smith, RC
D. Holody, Enf Coord
M. Taylor, DRSS ✓
J. Miller, DRSS