

September 22, 1998

U.S. Nuclear Regulatory Commission Washington, D.C., 20555

ATTN: Document Control Desk

RE: Reply to a Notice of Violation Docket No. 30-33817 License No. 47-25327-01

To Whom It May Concern:

This correspondence is in reply to the Notice of Violation received by Adirondack Recycle, L.P. on September 9, 1998. Two of these violations stated that American Fiber Resources, L.P. (AFR), the predecessor company, did not notify the U. S. Nuclear Regulatory Commission of a transfer of its license to Adirondack Recycle, L.P. (ARLP). Additionally, when Chapter 7 Bankruptcy was filed by AFR, notification did not occur. American Fiber Resources, L.P. management, when assets were sold and Chapter 7 Bankruptcy was filed, were no longer employed by the company. Also, the current management team was not in place during the dates in question. Therefore, to the best of the current management's knowledge, the violations cited on May 30, 1997, and June 11, 1997, were oversights by previous AFR management.

Other violations were failure to notify your office when ARLP filed for Chapter 11 Reorganization on September 29, 1997. Additionally, when ARLP was sold on January 29, 1998, ARLP did not notify your office of the license transfer. During this time frame, assets control was in the hands of the Chapter 7 Trustee. Therefore, to the best of the current management's knowledge, the violations cited on September 29, 1997, and January 29, 1998, were oversights by the Chapter 7 Trustee.

The current management team realizes that if similar situations occur, such as those stated in the Notice of Violation, that the U.S. Nuclear Regulatory Commission must be notified. We will make every attempt to comply with U.S. Nuclear Regulatory policies. Full compliance should be achieved when you approve this letter. Currently, we are in receipt of a letter dated September 3, 1998, which explains the transmittal and amendment to license NO. 47-25327-01 has occurred.

Sincerely,

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