

MAY 24 1985

Docket No. 40-00994

License No. SMC-900

MEMORANDUM FOR: Doug Weiss, License Fee Management
Branch Administrator

FROM: John D. Kinneman, Nuclear Materials Safety
Section A

SUBJECT: VAR-LAC-OID Chemical Company

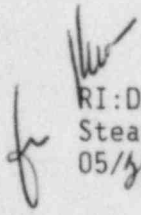
Active business by VAR-LAC-OID ceased prior to the inspection conducted by C. Stearns on April 23, 1984 and the company was sold to Micron Metals, Inc., P. O. Box 181, Bergenfield, New Jersey. Currently, less than ten pounds of uranium and thorium compounds are possessed and stored in a locked and shielded container on the premises of Micron Metals, Inc. Micron plans to sell the material if there is a request, but not to obtain more once the current supply is exhausted. Since an NRC license is not required to possess this quantity of source material, a written request to terminate the license has been received by this office, and a closeout survey indicates the former facility is free of contamination, the license has been terminated.

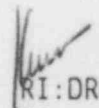
We were not able to determine if Micron Metals would be willing to pay the inspection fee. After reviewing our records we determined that, while a routine inspection was done to review past activities, the main motivation was the gathering of information related to a problem at another location who received material from this company. On this basis, perhaps a fee is not appropriate.

We will be happy to assist in finally resolving this matter.

Original Signed By:
John D. Kinneman

John D. Kinneman, Chief
Nuclear Materials Safety Section A,
Division of Radiation Safety
and Safeguards

 RI:DRSS
Stearns
05/31/85

 RI:DRSS
Kinneman
05/31/85

OFFICIAL RECORD COPY

CLOSEOUT VAR 3/19 - 0001.0.0
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