

ENCLOSURE 1

NOTICE OF VIOLATION

Shannon & Wilson, Inc.

Docket: 030-20360

Fairbanks, Alaska

License: 50-23204-01

During an NRC inspection conducted on September 18 through November 5, 1996, violations of NRC requirements were identified. In accordance with the "General Statement of Policy and Procedure for NRC Enforcement Actions," NUREG-1600, the violations are listed below:

- A. 10 CFR 19.11(a) requires, in part, that each licensee post current copies of the regulations in Part 19 and Part 20 of this chapter. If posting of a document specified in 10 CFR 19.11(a) is not practicable, the licensee may post a notice which describes the document and states where it may be examined.

Contrary to the above, as of September 18, 1996, the licensee had not posted current copies of 10 CFR Parts 19 and 20 or a notice describing the documents and stating where they may be examined.

This is a Severity Level IV violation (Supplement IV).

- B. 10 CFR 21.6 requires, in part, that each individual, partnership, corporation, dedicating entity, or other entity subject to the regulations in this part shall post current copies of the regulations in this part and Section 206 of the Energy Reorganization Act of 1974.

Contrary to the above, as of September 18, 1996, the licensee had not posted current copies of 10 CFR Part 21 and Section 206 of the Energy Reorganization Act of 1974.

This is a Severity Level IV violation (Supplement VI).

Pursuant to the provisions of 10 CFR 2.201, Shannon & Wilson, Inc., is hereby required to submit a written statement or explanation to the U.S. Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, D.C. 20555, with copies to the Regional Administrator, Region IV, 611 Ryan Plaza Drive, Suite 400, Arlington, Texas 76011, and the Region IV Walnut Creek Field Office, 1450 Maria Lane, Suite 300, Walnut Creek, California, 94596. This reply should be clearly marked as a "Reply to a Notice of Violation" and should include for each violation: (1) the reason for the violation, or, if contested, the basis for disputing the violation, (2) the corrective steps that have been taken and the results achieved, (3) the corrective steps that will be taken to avoid further violations, and (4) the date when full compliance will be achieved. Your response may reference or include previous docketed correspondence, if the correspondence adequately addresses the required response. If an adequate reply is not received within the time specified in this Notice, an order or a Demand for Information may be issued as to why the license should not be modified, suspended, or revoked, or why such other action as may

be proper should not be taken. Where good cause is shown, consideration will be given to extending the response time.

Because your response will be placed in the NRC Public Document Room (PDR), to the extent possible, it should not include any personal privacy, proprietary, or safeguards information so that it can be placed in the PDR without redaction. If personal privacy or proprietary information is necessary to provide an acceptable response, then please provide a bracketed copy of your response that identifies the information that should be protected and a redacted copy of your response that deletes such information. If you request withholding of such material, you must specifically identify the portions of your response that you seek to have withheld and provide in detail the bases for your claim of withholding (e.g., explain why the disclosure of information will create an unwarranted invasion of personal privacy or provide the information required by 10 CFR 2.790(b) to support a request for withholding confidential commercial or financial information). If safeguards information is necessary to provide an acceptable response, please provide the level of protection described in 10 CFR 73.21.

Dated at Arlington, Texas
this 13th day of December, 1996