



**UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION IV
611 RYAN PLAZA DRIVE, SUITE 400
ARLINGTON, TEXAS 76011-4005**

April 28, 2005

Mr. Frank E. Lyon, Jr., President
Lyon Associates, Inc.
841 Bishop Street, Suite 2006
Honolulu, Hawaii 96813

**SUBJECT: RESPONSE TO NRC INSPECTION REPORT 030-36450/05-001 AND NOTICE
OF VIOLATION**

Dear Mr. Lyon:

Thank you for your letter dated April 20, 2005, in response to our letter and Notice of Violation dated March 22, 2005. We have reviewed your letter and find it responsive to the concerns raised in our Notice. We will review the implementation of your corrective actions during a future inspection to determine that full compliance has been achieved and will be maintained.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter will be made available electronically for public inspection in the NRC Public Document Room or from the NRC's document system (ADAMS), accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/Adams.html>.

If you have any further questions concerning this inspection, please contact Mr. Richard A. Leonardi, Jr. at 817-860-8187 or the undersigned at 817-860-8287.

Sincerely,

/RA/

Jeffrey Cruz, Chief
Nuclear Materials Inspection Branch

Docket No.: 030-36450
License No.: 53-27769-01

cc w/copy of licensee's letter dated 04/20/05:
Hawaii Radiation Control Program Director

bcc w/o enclosure (via ADAMS distrib.):
CLCain
JCruz
RALeonardi
KEGardin
NMIB
RIV Materials Docket File (5th floor)

SISP Review Completed: RAL

ADAMS: Yes No Initials: RAL

Publicly Available Non-Publicly Available Sensitive Non-Sensitive

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