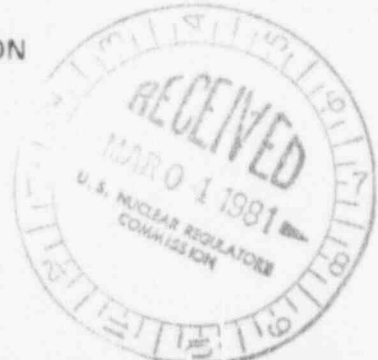




UNITED STATES
 NUCLEAR REGULATORY COMMISSION
 REGION III
 799 ROOSEVELT ROAD
 GLEN ELLYN, ILLINOIS 60137

Central Files



IFEE 881

Bio-Dynamics/bmc
 ATTN: Mr. James Beard, Director of
 Scientific & Regulatory Affairs
 9115 Hague Road
 Indianapolis, IN 46250

License No. 13-17999-01MA
 License No. 13-17999-02
 License No. 13-17999-03
 License No. 13-17999-04G

Gentlemen:

This refers to the routine safety inspection conducted by Mr. D. G. Wiedeman and Dr. L. W. Shatterly of this office on January 7, 1981, of activities authorized by NRC Byproduct Material Licenses No. 13-17999-01MA, No. 13-17999-02, No. 13-17999-03 and No. 13-17999-04G and to the discussion of our findings with you and Messrs. D. Dunn and J. Clinton at the conclusion of the inspection.

The inspection was an examination of activities conducted under your license as they relate to radiation safety and to compliance with the Commission's rules and regulations and with the conditions of your license. The inspection consisted of a selective examination of procedures and representative records, observations, independent measurements, and interviews with personnel.

During this inspection no items of noncompliance were identified for Licenses No. 13-17999-01MA and No. 13-17999-04G; however, for Licenses No. 13-17999-02 and No. 13-17999-03 certain of your activities appeared to be in noncompliance with NRC requirements, as described in the enclosed Appendix A. A written reply is required.

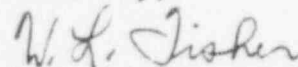
We are concerned that these noncompliances show a lack of management's attention to certain radiation safety provisions in that no program existed for air sampling, surveys or bioassays. At the conclusion of the inspection you assured our inspectors that you would take positive actions to correct the items of noncompliance found during this inspection and to prevent their recurrence. Our future inspections will further evaluate the effectiveness of management control over licensed activities. Should these inspections identify a continuation of significant noncompliance, escalated enforcement action may be taken.

8108100682

FEB 4 1981

We will gladly discuss any questions you have concerning this inspection.

Sincerely,



W. L. Fisher, Acting Chief
Fuel Facility and Materials
Safety Branch

Enclosure: Appendix A,
Notice of Violation

cc: LFMB, ltr only

cc w/encl:

James Clinton, Assistant
Radiation Safety Officer
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