

In Reply Refer To:
License: 25-19303-01
Docket: 030-17306/89-01

NOV 16 1989

Engineering, Inc.
ATTN: Tony Montez
Lab Supervisor
Suite 200 Creekside
1001 South 24th Street West
Billings, Montana 59102-3091

Gentlemen:

This refers to the routine, unannounced radiation safety inspection conducted by Mr. Selvan Rajendran of this office on September 26, 1989, of the activities authorized by NRC Byproduct Material License 25-19303-01, and to the discussion of our findings held by the inspector with members of your staff at the conclusion of the inspection.

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

During this inspection, certain of your activities were found not to be conducted in full compliance with NRC requirements. Consequently, you are required to respond to this matter in writing, in accordance with the provisions of Section 2.201 of the NRC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations. Your response should be based on the specifics contained in the Notice of Violation enclosed with this letter.

The inspector also reviewed the actions you had taken with respect to the violations observed during our previous inspection conducted on April 21, 1988. He verified that the corrective actions for violations on our letter dated May 16, 1988, had been implemented as stated in your reply dated June 6, 1988. However, we noted that Violation 5 has recurred since the previous inspection. This item is identified as Violation 2 in the attached Notice.

We are concerned about the implementation of your program in the area of management control in that your corrective actions were not effective and resulted in recurrence of this violation. Consequently, in your reply to this letter, you should describe those specific actions planned or taken to improve the effectiveness of the management control of your licensed operations, with particular emphasis on measures currently being taken to prevent further violations.

RIV:NMIS
SRajendran:gb
11/8/89

C:NMISenc
CLCain
11/14/89

D:DRSS
ABBeach
11/16/89

8911290341 891116
REG4 LIC30
25-19303-01 PDC

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IE07

The response directed by this letter and the accompanying Notice is not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, PL 96-511.

Should you have any questions concerning this letter, we will be pleased to discuss them with you.

Sincerely,

A. Bill Beach, Director
Division of Radiation Safety
and Safeguards

Enclosure:
Appendix - Notice of Violation

cc:
Montana Radiation Control Program Director

bcc:
DMB - Original (IE-07)
RDMartin
ABBeach
LAYandell
LShea, RM/ALF (AR-2015)
*CLCain
*RJEverett
*SRajendran
*NMIS
*MIS System
*RIV Files (2)
*RSTS Operator
*REHall, URFO

*W/766