

UNITED STATES NUCLEAR REGULATORY COMMISSION REGION II 101 MARIETTA ST., N.W., SUITE 3100 ATLANTA, GEORGIA 30303

AUG 5 1980

In Reply Refer To: RII:WWP 45-15262-02/80-01

> Island Creek Coal Company ATTN: Mr. Gerald F. Ramsey Box 444, Route 460 Keen Mountain, VA 24624

Gentlemen:

This refers to the inspection conducted by W. W. Peery of this office on July 23, 1980, of activities authorized by NRC License No. 45-15262-02 for the Island Creek Coal Company facility, and to the discussion of our findings held with you at the conclusion of the inspection.

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

During this inspection it was found that certain activities under your license appear to be in noncompliance with NRC requirements. These items and references to pertinent requirements are listed in the Notice of Violation enclosed herewith as Appendix A. This notice is sent to you pursuant to the provisions of Section 2.201 of the NRC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations. Section 2.201 requires you to submit to this office, within 20 days of your receipt of this notice, a written statement or explanation in reply including: (1) corrective steps which have been taken by you and the results achieved; (2) corrective steps which will be taken to avoid further noncompliance; and (3) the date when full compliance will be achieved. With regard to Item B corrective actions to prevent recurrence were completed prior to conclusion of this inspection; therefore, a reply is not requested for this item.

In accordance with Section 2.790 of the NRC's "Rules of Practice", Part 2, Title 10, Code of Federal Regulations, a copy of this letter will be placed in the NRC's Public Document Room. If this letter contains any information that you believe to be proprietary, it is necessary that you make a written application within 20 days to this office to withhold such information from public disclosure. Any such application must include a full statement of the reasons on the basis of which it is claimed that the information is proprietary, and should be prepared so that proprietary information identified in the application is contained in a separate part of the document. If we do not hear from you in this regard within the specified period, the letter will be placed in the Public Document Room.

102

8009250

Island Creek Coal Company

٠

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

Sincerely,

J. Philip Stohe, Chief Fuel Facility and Materials Safety Branch

Enclosure: Appendix A, Notice of Violation