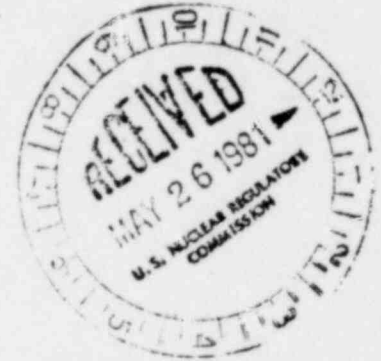




UNITED STATES
NUCLEAR REGULATORY COMMISSION

REGION IV
611 RYAN PLAZA DRIVE, SUITE 1000
ARLINGTON, TEXAS 76011

May 18, 1981



License No. 25-18304-01

Reich Geo-Physical
ATTN: Keith Reich
1019 Arlington Dr.
Billings, MO 59101

Gentlemen:

This refers to the routine safety inspection conducted by Mr. D. B. Spitzberg of this office on April 14, 1981, of the activities authorized by NRC Byproduct Material License No. 25-18304-01 and to the discussion of our findings held by the inspector with you 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. One of these violations involved the possession of radioactive materials not authorized by the license. This violation issued under the guidelines of 45 FR 66754 is normally a Severity Level III violation under Supplement VII.C.2 and generally leads to a Proposed Notice of Civil Penalty. However, in this case, since the actual threat to the health and safety of the public is not in question, the severity level has been reduced to that of a Level IV violation. Consequently, you are required to respond to this matter in writing in accordance with the provisions of Section 2.201 of the NRC "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 attached to this letter and the last paragraph of your letter should include a statement equivalent to the following:

"I certify that all information contained in this letter, including any supplements attached thereto, is true and correct to the best of my knowledge and belief."

_____ Date

_____ Signature

_____ Title

This signature should be notarized.

1E07
5/11

8105270 406

Reich Geo-Physical

-2-

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

Sincerely,

Glen D. Brown, Chief
Technical Inspection Branch

Enclosures:

1. Notice of Violation
2. 45 FR 66754