NOTICE OF VIOLATION

Hospital Financial Corporation Twin Lakes, Wisconsin License No. 24-06924-03 License No. 24-06924-04

As a result of the inspection conducted on January 16, 1990, and in accordance with the "General Statement of Policy and Procedure for NRC Enforcement Actions," 10 CFR Part 2, Appendix C, (1989) (Enforcement Policy) the following violation was identified:

10 CFR 30.3 requires that no person shall manufacture, produce, transfer, receive, acquire, own, possess, or use byproduct material except as authorized in a specific or general license issued pursuant to the regulations in this chapter.

Contrary to the above, since approximately October 1989 Hospital Financial Corporation acquired and possessed byproduct material (cobalt-60, cesium-137, and strontium-90) without the proper authorization described above.

This is a Severity Level IV violation (Supplement VI).

Pursuant to the provisions of 10 CFR 2.201, you are required to submit to this office within thirty days of the date of this Notice a written statement or explanation in reply, including for each violation: (1) the corrective steps that have been taken and the results achieved; (2) the corrective steps that will be taken to avoid further violations; and (3) the date when full compliance will be achieved. Consideration may be given to extending your response time for good cause shown.

Fibruary 2. 1. 1990

Buce J. Matt

Bruce S. Mallett, Chief Nuclear Materials Safety Branch

