License: 25-11498-01

State of Montana Department of Highways Materials Bureau ATTN: Richard E. Wegner Chief, Materials Bureau 2701 Prospect Avenue Helena, MT 59601

## Gentlemen:

This refers to the routine safety inspection conducted by Mr. C. A. Hooker of this office on August 4, 1982, of the activities authorized by the NRC Byproduct Material License 25-11498-01 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 NRC inspector.

Mr. Hooker also reviewed the action you had taken with respect to one violation observed during our previous inspection, which was conducted February 7, 1979. He verified that the corrective action with respect to this item was implemented as stated in your replies of March 6, 1979, and March 30, 1979, to our letters dated February 22, 1979, and March 19, 1979.

During this inspection certain of your activities were found not to be conducted in full compliance with NRC requirements. Item 1 described in the attached Notice of Violation, involving possession of licensable material in excess of that amount authorized by your license, is classified as a Severity Level IV violation, after careful consideration of the safety significance in this specific instance.

MRPS (MRPS) CAHOOKer/de 8/10/82

MRPS JEverett

TPB GBrown 8 1/82

DIES TO EJohnson 8/3/82 8/3/82

RAZRIV JCMlins 1/1/182 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.

The responses directed by this letter and accompanying Notice are 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,

"Original signed by: G. D. BROWN"

Glen D. Brown, Chief Technical Program Branch

Enclosure:
Appendix - Notice of Violation

bcc: c/o DMB AEOD IE Files IE/RSB NMSS NRC PDR

bcc: RIV J. Collins EJohnson Inspector S. File HQ File RIV File