

UNITED STATES GOVERNMENT

# Memorandum

(check 8/1/14/2)

*[Handwritten signature]*

TO : Files

DATE: JUN 21 1966

FROM : P. J. Knapp, Enforcement Branch *[initials]*  
Division of State and Licensee Relations

SUBJECT: COMPLIANCE INQUIRY MEMORANDUM MAY 27, 1966  
CONTINENTAL MINING AND MILLING COMPANY  
CHICAGO, ILLINOIS

LICENSE NO. SMA-862 DOCKET NO. 40-6811

SLR:PKJ

At the request of J. R. Roeder, CO:HQ, I contacted James M. Allan, Senior Radiation Specialist, CO:III on June 16, to discuss the items of noncompliance reflected in this compliance inquiry memo.

Allan said that CO:III intended to reinspect the licensee in about a month. He said that the current status of the items of noncompliance would be established at that time.

In view of the planned reinspection, the Enforcement Branch does not plan to communicate with the licensee at this time concerning the items of noncompliance noted in the Compliance inquiry memorandum. Enforcement action as appropriate will be taken following the reinspection.

cc: Compliance Div., HQ (2)

8606120357 860527  
PDR FOIA  
BARNES86-117 PDR



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A/142

OPTIONAL FORM NO. 10  
MAY 1962 EDITION  
GSA FPMR (41 CFR) 101-11.6

UNITED STATES GOVERNMENT

# Memorandum

TO : Robert C. Paulus, Inspection Specialist (Health Physicist), Division of Compliance, Headquarters

DATE: September 21, 1967

FROM : J. M. Allan, Senior Radiation Specialist, Region III, Division of Compliance, Chicago

SUBJECT: CONTINENTAL MINING AND MILLING COMPANY, CHICAGO, ILLINOIS  
LICENSE NO. SMA-862 (40-7603)

*in the notes on both sheets*

This refers to your telecon on September 20 regarding subject license.

In January, 1967, the assets of Continental Mining and Milling Company were seized by the Commercial Discount Corporation, Chicago, Illinois, for the purpose of the foreclosure of Commercial Discount's security interest in Continental. The stockpile of uranium ore residues located at Hazelwood, Missouri were part of Continental's assets.

*re secured dump*

Commercial Discount Corporation was issued License No. SMC-907 (Docket No. 40-7603) on December 29, 1966, which authorized storage only of the ore residues.

Commercial Discount is presently in the process of transferring the stockpile of ore to Cotter Milling Corporation, Canyon City, Colorado, License No. R-197.

Since Continental Mining and Milling Company no longer has any interests whatsoever in the program authorized under License No. SMA-862, we recommend that the license be terminated.

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CONTINENTAL MINING & MILLING CO.

SUITE 833 208 SOUTH LA SALLE STREET  
CHICAGO, ILLINOIS 60604

AREA CODE 312  
726-2616

September 9, 1966

Mr. Roy C. Hagemen, Director  
Region III  
United States Atomic Energy Commission  
Division of Compliance  
Oakbrook Professional Building  
Suite 410  
Oak Brook, Illinois 60523

Dear Sir:

This is in response to your letter of August 31, 1966, regarding noncompliance with Atomic Energy Commission requirements with two items, specifically items D and E of the attached.

With reference to Item D, signs bearing the radiation symbol and the words, "Caution or Danger - Radioactive Material" have been posted where all uranium is stored and also on the perimeter of the fence.

With reference to item E, new locks were put on all the gates on August 4, 1966.

We appreciate your bringing these items to our attention and every effort will be made in the future to comply with the Division of Compliance requirements.

Very truly yours,

*J. J. Donovan*  
J. J. Donovan,  
Executive Vice President

JJD:jmc

*800544574*

SEP 12 1966

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