In Reply Refer To: Docket: 030-11252/89-01 License: 40-16571-01

McKennan Hospital ATTN: Carol DeSchepper, Vice President of Professional Services P.O. Box 5045 Sioux Falls, South Dakota 57117-5045

Gentlemen:

This letter refers to the routine, unannounced radiation safety inspection conducted by Mr. G. Michael Vasquez of this office during the period August 10-11, 1989, of activities authorized by NRC Byproduct Material License 40-16571-01, and to the discussion of our findings held by the inspector with Ms. Carol DeSchepper, Dr. Steven P. Olsen, and Dr. Alfred Hartman 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. Consequently, you are required to respond to this matter, in writing, in accordance with the provisions of Section 2.201 of the NRC's Sules of Practice," Part 2, Title 10, Code of Federal Regulations. Your response should be based on the specifics contained in the Notice of Violation enclosed with this letter.

The inspector also reviewed the actions you had taken with respect to four violations observed during our previous inspection, which was conducted on January 22, 1987. One of the violations was determined to have recurred since the previous inspection. It is identified as Violation 2 in the attached Notice. We are concerned about the implementation of your program in the area of management control in that your corrective action was not effective and resulted in the recurrence of this violation. Consequently, in your reply to this letter, you should describe those specific actions planned or taken to improve the effectiveness of your management control over your licensed operations, with particular emphasis on measures currently being taken to prevent further violations.

The response directed by this letter and the accompanying Notice is 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.

*RIV: NMIS	*C:NMIS	*C:NMSB
GMVasquez; 1w	CLCain	WLFisher
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\*Previously Concurred

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McKennan Hospital

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

Sincerely,

Original Signed By: William L. Fisher

William L. Fisher, Chief Nuclear Materials Safety Branch

Enclosure: Appendix - Notice of Violation

cc:

South Dakota Radiation Control Program Director

bcc: DMB - Original (IE-07) RDMartin ABBeach REHall WLFisher LShea, RM/ALF (AR-2015) \*CLCain \*RJEverett \*Inspector \*NMSB \*MIS System \*RIV Files (2) \*RSTS Operator

\*W/'/66