



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION IV
URANIUM RECOVERY FIELD OFFICE
BOX 25325
DENVER, COLORADO 80225

Docket: 40-8912
License: SUA-1480

DEC 04 1992

Grace Energy Company
ATTN: Mr. Michael P. Grace
1101 Oceanfront Walk
Suite 4
Venice, California 90291

Dear Mr. Grace:

SUBJECT: NRC INSPECTION REPORT 40-8912/92-01

This refers to the inspection conducted by Ms. Jacoby and Mr. Gonzales of this office on November 19, 1992. The inspection included a review of activities authorized for the in-situ leaching operation known as Site 2. Access was obtained to the site under the authority of 10 CFR 40.62. Neither you or your representatives were available to discuss the findings of this inspection identified in the enclosed report.

Areas examined during the inspection are identified in the report. The inspection consisted of locating the site and determining the extent of cleanup and reclamation.

Within the scope of this inspection, no violations or deviations were identified.

In accordance with 10 CFR Part 2.790 of the NRC's "Rules of Practice," a copy of this letter and its enclosure will be placed in the NRC Public Document Room.

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

Sincerely,

Ramon E. Hall, Director
Uranium Recovery Field Office
Region IV

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PDR ADOCK 04008912
C PDR

Enclosure:

Appendix - NRC Inspection Report
40-8912/92-01

LEO 9
11

Grace Energy Company

2

DEC 04 1992

cc:
BGarcia, RCPD, NM
EMontoya, NM

Grace Energy Company

3

DEC 04 1992

bcc:

Docket File No. 40-8914

LFMB

PDR

Suspense File

URFO r/f

LJCallan, RIV

GSanborn, RIV

RITS Operator

RSTS Operator

NMIS

MIS System

JPJauden

JLMilhoan

RWise

MRodriguez, OC/LFDCB (4503)

DMB (IE-07)

LIUR Branch, LLWM

I. Jacoby

ROGonzales

O:\INSPECT\891201.FIN

PM:URFO <i>[Signature]</i>	PM:URFO <i>[Signature]</i>	DD:URFO <i>[Signature]</i>	D:URFO:RIV <i>[Signature]</i>	
DLJacoby/db	ROGonzales	EFHawkins	REHall	
12/01/92	12/01/92	12/4/92	12/4/92	