

June 11, 1985
EN 85-46

OFFICE OF INSPECTION AND ENFORCEMENT
NOTIFICATION OF SIGNIFICANT ENFORCEMENT ACTION

Licensee: Geo-Mechanics, Inc., Elizabeth, Pennsylvania
License No. 37-17331-01

Subject: PROPOSED IMPOSITION OF CIVIL PENALTY - \$500

This is to inform the Commission that a Notice of Violation and Proposed Imposition of Civil Penalty in the amount of Five Hundred Dollars (\$500) will be issued on or about June 14, 1985 to Geo-Mechanics, Inc. This action is based on a number of violations: possession of licensed material at an unauthorized location; failure to secure materials in unrestricted areas; failure to adhere to applicable Department of Transportation requirements; failure to leak test sealed sources as required; and failure to conduct a physical inventory every six months. Collectively, the violations are of significant concern to the NRC because two of the violations are recurrent and the violations indicate that adequate oversight and control of the radiological safety program was not exercised during licensed activities. The violations demonstrate the need for improvement in management control over activities at Geo-Mechanics, Inc. to assure adherence to NRC requirements and safe performance of licensed activities.

It should be noted that the licensee has not been specifically informed of the enforcement action. The Regional Administrator has been authorized by the Director, Office of Inspection and Enforcement, to sign this action. The schedule of issuance and notification is:

Mailing of Notice	June 14, 1985
Telephone Notification of Licensee	June 14, 1985

A news release has been prepared and will be issued about the time the licensee receives the Notice. The State of Pennsylvania will be notified.

The licensee has thirty days from the date of the Notice in which to respond. Following NRC evaluation of the response, the civil penalty may be remitted, mitigated, or imposed by Order.

Contact: E. Flack, IE 29823

J. Axelrad, IE 24909

Distribution:

H Street 11:00
Chairman Palladino
Comm. Roberts
Comm. Asselstine
Comm. Bernthal
Comm. Zech
ACRS
SECY
CA
PE

MNBB 10:45
EDO
DED/ROGR
PA
ELD
RM

Phillips 11:02
NRR

EW _____
IE _____
OIA
OI
AEOD

Willste 10:45
NMSS
RES

Air Rights 11:04
SP

Regional Offices
RI 10:30 RIV 10:35
RII 10:32 RV 10:37
RIII 10:55

MAIL
ADM: Doc. Mgt. Br.
PDR

PRELIMINARY INFORMATION - NOT FOR PUBLIC DISCLOSURE UNTIL JUNE 14, 1985.

8506200144 850611
PDR I&E
EN-85-046 PDR

IE 33
0/1