

DISTRIBUTION

40-8084/NMS/85/06/06/0

- 1 -

JUN 27 1985

URFO:NMS
Docket No. 40-8084
License No. SUA-1119

Rio Algom Mining Corp.
ATTN: Mr. M. D. Lawton, President
P.O. Box 610
Moab, UT 84532

c/o DMB (IE-07)
Docket File 8084
LFMB/DCS/PDR
DBangart, RIV
NMShopenn
PJGarcia
DBSpitzberg
HPettengill
HRose
TWesterman, RIV
JPerry, Info Systems
CLatigo, RIV
LAnderson, RCPD, UT
URFO r/f
Suspense File

Gentlemen:

This refers to the routine unannounced radiation safety inspection conducted by Messrs. P. J. Garcia and N. M. Shopenn of this office and Mr. D. B. Spitzberg of the Arlington, Texas, Region IV office on May 20-22, 1985, of the activities authorized by NRC Source Material License SUA-1119, and to the discussion of our findings held by the inspectors with members of your staff at the conclusion of the inspection. The enclosed NRC Inspection Report 40-8084/85-001 documents this inspection.

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 "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 enclosed with this letter.

During this inspection, it was found that certain of your activities appeared to deviate from accepted industry standards. This item and reference to the standard are identified in the enclosed Notice of Deviation. You are requested to respond to this deviation in writing. Your response should be based on the specifics contained in the Notice of Deviation enclosed with this letter.

In accordance with 10 CFR 2.790 of the Commission's regulations, a copy of this letter and the enclosed inspection report will be placed in the NRC's Public Document Room.

OFC :	:	8507160277	850627	:	:	:
-----	-----	PDR	ADOCK 04008084	-----	-----	-----
NAME :	:	C	PDR	:	:	:
-----	-----	-----	-----	-----	-----	-----
DATE :85/06/20	:	:	:	:	:	:

IE07
11

The response directed by this letter and the accompanying Notices 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,

/s/

Harry J. Pettengill, Chief
Licensing Branch 2
Uranium Recovery Field Office, Region IV

Enclosure: Appendix A - Notice of Violation
Appendix B - Notice of Deviation
Appendix C - NRC Inspection Report No. 40-8084/85-001

OFC : <i>[initials]</i>	URFO : <i>[initials]</i>	URFO : <i>[initials]</i>	RIV : <i>[initials]</i>	URFO : <i>[initials]</i>	URFO : <i>[initials]</i>	URFO : <i>[initials]</i>
NAME : PJGarcia	NMShopenn	DBSpitzberg	HPettengill	HRose	RDSmith	
DATE : 85/06/20	6/21/85	85/06/20	6/27	6/26/85	6/27/85	