

DMB COPY

SEP 25 1985

Quality Assurance Testing
ATTN: Mr. Jay Laudicina
President
P.O. Box 415
LaFox, IL 60147

License No. 12-18693-01

Gentlemen:

This refers to the special inspection conducted by Mr. J. L. Lynch of our staff on August 2 and 21, 1985, of activities authorized by NRC Byproduct Material License No. 12-18693-01. The results of the inspection were discussed on September 9, 1985 during an Enforcement Conference between you and Mr. A. B. Davis and others of the NRC staff.

The inspection was conducted in response to allegations received on June 20, 1985 and was an examination of activities conducted under your license as they relate to radiation safety and to compliance with the Commission's rules and regulations and with the conditions of your license. The enclosed copy of our inspection report identifies areas examined during the inspection. Within these areas, the inspection consisted of a selective examination of procedures and representative records, observations, and interviews with personnel.

During this inspection certain of your activities appeared to be in violation of NRC requirements. You will be notified by separate correspondence of our decision regarding enforcement actions based on the findings of this inspection. No written response is required until you are notified of the proposed enforcement action.

We will gladly discuss any questions you have concerning this inspection.

Sincerely,

8509300025 850925
REG3 LIC30
12-18693-01 PDR

Jack A. Hind, Director
Division of Radiation Safety
and Safeguards

Enclosure: Inspection Report
No. 030-14052/85001(DRSS)

cc w/enclosure:
DCS/RSB (RIDS)

RIII
XLL
Lynch/jp
09/28/85

RIII
Wiedeman
9/23/85

RIII
Axelson
9/23/85

yes
RIII
Weil
for 9/25

yes
RIII
Stapleton
9/25

RIII
Hind

IED7
11