

DMB COPY

OCT 29 1985

DeMonte Corporation  
ATTN: Mr. W. J. Spain  
Corporate Quality Assurance  
and Regulatory Affairs  
P. O. Box 9004  
Walnut Creek, CA 94598-2458

General License

Gentlemen:

This refers to the special inspection conducted by Ms. T. L. Simmons on September 25 through October 10, 1985, of activities at the DeMonte Corporation, Plymouth, IN authorized by an NRC General License and to the discussion of our findings with you and other members of your staff at the conclusion of the onsite inspection of October 3, 1985.

The special inspection was conducted in response to a gauge containing radioactive material that was found in a Plymouth, Indiana scrap yard. The enclosed copy of our inspection report identifies areas examined during the inspection which consisted of an examination of inventory records, observations, independent measurements, and interviews with personnel.

During this inspection, certain of your activities appeared to be in violation with 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,

*J. A. Hind*  
J. A. Hind, Director  
Division of Radiation Safety  
and Safeguards

Enclosure: Inspection Report  
No. 999-90003/85-110(DRSS)

cc w/enclosure:  
K. Peacock, Plant Manager  
506 W. North Avenue  
Plymouth, IN 46563

RIII  
*[Signature]*  
Simmons  
10/29/85

RIII  
*[Signature]*  
Sreniawski  
10/29/85

RIII  
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Axelson

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Stapleton  
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Hind  
10/29/85

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