



**UNITED STATES
NUCLEAR REGULATORY COMMISSION**

REGION III
2443 WARRENVILLE ROAD STE 210
LISLE, ILLINOIS 60532-4352

MAY 02 2007

Jason W. Kleine, RSO
Elite Inspection Services Co., Inc.
725 Colonial Drive
Hobart, IN 46342

Dear Mr. Kleine:

Enclosed is Amendment No. 10 to your NRC Material License No. 13-26712-01 in accordance with your request. Please note that we have also amended subitems A. and B. of Item 8 to specify possession limits for iridium-192 and cobalt-60. This was done in accordance with our telephone call on May 2, 2007.

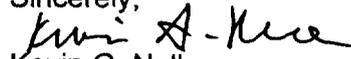
In addition, as we discussed during that telephone call we have not approved your proposed revisions to Section VII of your Qualification/Training Manual Procedure. It is our understanding that you will be submitting this request at a later date after you modify the procedure to address deficiencies that we communicated to you during a telephone conference held on April 19, 2007.

Please review the enclosed document carefully and be sure that you understand all conditions. If there are any errors or questions, please notify the U.S. Nuclear Regulatory Commission, Region III office at (630) 829-9887 so that we can provide appropriate corrections and answers.

You will be periodically inspected by NRC. Failure to conduct your program in accordance with NRC regulations, license conditions, and representations made in your license application and supplemental correspondence with NRC will result in enforcement action against you. This could include issuance of a notice of violation, or imposition of a civil penalty, or an order suspending, modifying or revoking your license as specified in the General Statement of Policy and Procedure for NRC Enforcement Actions. Since serious consequences to employees and the public can result from failure to comply with NRC requirements, prompt and vigorous enforcement action will be taken when dealing with licensees who do not achieve the necessary meticulous attention to detail and the high standard of compliance which NRC expects of its licensees.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter will be available electronically in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). The NRC's document system is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>. The enclosed license document is exempt from public disclosure in accordance with 10 CFR 2.390, because its disclosure to unauthorized individuals could present a security vulnerability.

Sincerely,



Kevin G. Null

Materials Licensing Branch

License No. 13-26712-01
Docket No. 030-34105

Enclosure: Amendment No. 10