



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION IV
612 EAST LAMAR BLVD, SUITE 400
ARLINGTON, TEXAS 76011-4125

June 15, 2009

Christian J. Grass, President
Quality Inspection & Testing, Inc.
3001 International Street
Fairbanks, Alaska 99709

SUBJECT: NRC INSPECTION REPORT 030-32546/09-001 AND NOTICE OF VIOLATION

Dear Mr. Grass:

This refers to the routine, unannounced inspection conducted on April 24, 2009, at your facility in Fairbanks, Alaska, with continued in-office review through June 15, 2009. The inspection was an examination of activities conducted under your license as they relate to safety and compliance with the Commission's rules and regulations and with the conditions of the license. Within these areas, the inspection consisted of selected examination of procedures and representative records and interviews with personnel. Preliminary inspection findings were discussed with you at the conclusion of the onsite portion of the inspection. A final exit briefing was conducted with you telephonically on June 15, 2009.

Based on the results of this inspection, the NRC has determined that one Severity Level IV violation of NRC requirements occurred. This violation was evaluated in accordance with the NRC Enforcement Policy included on the NRC's Web site at www.nrc.gov/about-nrc/regulatory/enforcement/enforce-pol.html. This violation is cited in the enclosed Notice of Violation (Notice) and the circumstances that surround it are described in detail. The violation involved the failure to make a report of your initial inventory of Category 2 nationally-tracked sources to the National Source Tracking System by January 31, 2009. This violation is being cited in the Notice because it was identified by the NRC during the inspection.

You are required to respond to this letter and should follow the instructions specified in the enclosed Notice when preparing your response. For your consideration and convenience, an excerpt from NRC Information Notice 96-28, "SUGGESTED GUIDANCE RELATING TO DEVELOPMENT AND IMPLEMENTATION OF CORRECTIVE ACTION," is enclosed. The NRC will use your response, in part, to determine whether further enforcement action is necessary to ensure compliance with regulatory requirements.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter, Enclosure 1, and your response will be made available electronically for public inspection in the NRC Public Document Room or from the NRC's document system (ADAMS), accessible from the Web site at <http://www.nrc.gov/reading-rm/adams.html>. To the extent possible, your response should not include any personal privacy, proprietary, or safeguards information so that it can be made available to the public without redaction.

Should you have any questions regarding this letter or the enclosed Notice, please contact James Thompson at (817) 276-6538, or the undersigned at (817) 860-8287.

Sincerely,

/RA D. Blair Spitzberg for/

Vivian H. Campbell, Chief
Nuclear Materials Safety Branch-A

Docket No. 030-32546
License No. 50-29038-01

Enclosures:

- 1) Notice of Violation
- 2) Information Notice 96-28

cc w/enclosure:
Alaska Radiation Control Program Director

cc w/enclosure
 EECollins
 AHowell
 CLCain
 VHCampbell
 JEWhitten
 JLThompson
 RITS Coordinator
 NMSB-A
 RIV Materials Docket File (5th Floor)

SUNSI Review Completed: JLT

ADAMS: X Yes No Initials: JLT

X Publicly Available Non-Publicly Available Sensitive X Non-Sensitive

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RIV:DNMS:NMSB-A	C:NMSB-A
JLThompson	VHCampbell
<i>/RA/</i>	<i>/RA DBS for/</i>
6/15/09	06/15/09

OFFICIAL RECORD COPY T=Telephone E=E-mail F=Fax

NOTICE OF VIOLATION

Quality Inspection & Testing, Inc.
Fairbanks, Alaska

Docket No. 030-32546
License No. 50-29038-01

During an NRC inspection conducted on April 24, 2009, one violation of NRC requirements was identified. In accordance with the NRC Enforcement Policy, the violation is listed below.

10 CFR 20.2207(h) requires, in part, that each licensee that possesses Category 2 nationally tracked sources shall report its initial inventory to the National Source Tracking System (NSTS) by January 31, 2009.

Contrary to the above, the licensee failed to report its initial inventory Category 2 nationally tracked sources to the NSTS by January 31, 2009, and the licensee possesses Category 2 nationally tracked sources. This initial report was submitted to the NSTS subsequent to the NRC inspection; it was submitted on April 27, 2009.

This is a Severity Level IV violation (Supplement IV).

Pursuant to the provisions of 10 CFR 2.201, Quality Inspection & Testing, Inc. is hereby required to submit a written statement or explanation to the U.S. Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, DC 20555-0001, with a copy to the Regional Administrator, Region IV within 30 days of the date of the letter transmitting this Notice of Violation (Notice). This reply should be clearly marked as a "Reply to a Notice of Violation," and should include for each violation: (1) the reason for the violation, or, if contested, the basis for disputing the violation or severity level, (2) the corrective steps that have been taken and the results achieved, (3) the corrective steps that will be taken to avoid further violations, and (4) the date when full compliance will be achieved. Your response may reference or include previously docketed correspondence, if the correspondence adequately addresses the required response. If an adequate reply is not received within the time specified in this Notice, an order or a Demand for Information may be issued as to why the license should not be modified, suspended, or revoked, or why such other action as may be proper should not be taken. Where good cause is shown, consideration will be given to extending the response time.

If you contest this enforcement action, you should also provide a copy of your response, with the basis for your denial, to the Director, Office of Enforcement, United States Nuclear Regulatory Commission, Washington, DC 20555-0001.

Because your response will be made available electronically for public inspection in the NRC Public Document Room or from the NRC's document system (ADAMS), accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> to the extent possible, it should not include any personal privacy, proprietary, or safeguards information so that it can be made available to the public without redaction. If personal privacy or proprietary information is necessary to provide an acceptable response, then please provide a bracketed copy of your response that identifies the information that should be protected and a redacted copy of your response that deletes such information. If you request withholding of such material, you must specifically identify the portions of your response that you seek to have withheld and provide in detail the bases for your claim of withholding (e.g., explain why the disclosure of information will create an unwarranted invasion of personal privacy or provide the information required by

10 CFR 2.390(b) to support a request for withholding confidential, commercial, or financial information).

In accordance with 10 CFR 19.11, you are required to post this Notice within two working days.

Dated this 15th day of June 2009