

November 18, 2010

Mr. Daryl Istre
Corporate Radiation Safety Officer
Mistras Group, Inc.
161 Tower Drive, Suite E
Burr Ridge, Illinois 60527

SUBJECT: NRC INSPECTION REPORT 030-35114/10-04(DNMS) AND NOTICE OF VIOLATION – MISTRAS GROUP, INC; HOBART, INDIANA

Dear Mr. Istre:

On October 25, 2010, the U.S. Nuclear Regulatory Commission (NRC) conducted an inspection at the Mistras Group, Inc., Hobart, Indiana facility, with an in-office review through November 3, 2010. The purpose of the in-office review was to evaluate documentation associated with security issues. The results of this inspection were discussed with you during a teleconference exit meeting on November 3, 2010.

This inspection examined activities conducted under your licenses as they relate to public health, safety, and security and to confirm compliance with the Commission's rules and regulations, orders, and the conditions of your license. Within these areas, the inspection consisted of selected examination of procedures and representative records, observations of activities, and interviews with personnel.

Based on the results of this inspection, the NRC has determined that Severity Level IV violation(s) of NRC security requirements occurred. The violation(s) was evaluated in accordance with the NRC Enforcement Policy. The current Enforcement Policy is included on the NRC's Web site at (<http://www.nrc.gov/about-nrc/regulatory/enforcement/enforce-pol.html>). The violation(s) involved security issues. The violation(s) is cited in the enclosed non-public Notice of Violation (Notice) and the circumstances surrounding the violation(s) is described in detail in the attached non-public security addendum. The violation(s) is being cited in the Notice because the inspector identified them.

You are required to respond to this letter and should follow the instructions specified in the enclosed Notice when preparing your response. If you have additional information that you believe the NRC should consider, you may provide it in your response to the Notice. The NRC review of your response to the Notice will also determine whether further enforcement action is necessary to ensure compliance with regulatory requirements.

Enclosures Contain Sensitive Unclassified Non-Safeguards Information. When separated from enclosures, this transmittal letter is decontrolled.
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D. Istre

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The material enclosed herein contains Security-Related Information; its disclosure to unauthorized individuals could present security vulnerability. Therefore, the enclosures will not be made available electronically for public inspection in the NRC Public Document Room or from the NRC Agencywide Documents Access and Management System (ADAMS). The related enclosures must be protected from unauthorized disclosure as discussed in Regulatory Information Summary RIS-2005-031, "Control of Security-Related Sensitive Unclassified Non-Safeguards Information" (ML053480073), which is available on the NRC website at <http://www.nrc.gov/reading-rm/adams.html>.

Additionally, if you choose to respond to the violation, please mark your entire response as "Security-Related Information – Withhold from Public Disclosure under 10 CFR 2.390." In accordance with Title 10 of the Code of Federal Regulations (10 CFR) 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for a response to the Severity Level IV violations. However, to the extent possible, a response should not include any personal privacy, proprietary, or safeguards information.

Sincerely,

/RA/

Tamara E. Bloomer, Chief,
Materials Inspection Branch

Docket Nos. 030-35114
License No. 12-16559-02

Enclosures:

1. Security Addendum to Inspection Report (non-public)
2. Notice of Violation (non-public)

cc w/encls: Jason Kleine, Hobart, Indiana Site Radiation Safety Officer
State of Indiana

~~Official Use Only – Security Related Information~~

D. Istre

-2-

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cc w/encls: Jason Kleine, Hobart, Indiana Site Radiation Safety Officer
State of Indiana

DISTRIBUTION w/encl:

See next page

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Letter to Daryl Istre from Tamara E. Bloomer, dated November 18th, 2010.

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VIOLATION — MISTRAS GROUP, INC; HOBART, INDIANA

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