



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

April 8, 2011

John McCarthy, Assistant Manager
Safety, Health and Environment
Power Resources, Inc.
P.O. Box 1210
Glenrock, Wyoming 82637

SUBJECT: RESPONSE TO NRC INSPECTION REPORT 040-08964/10-002
NOTICE OF VIOATION

Dear Mr. McCarthy:

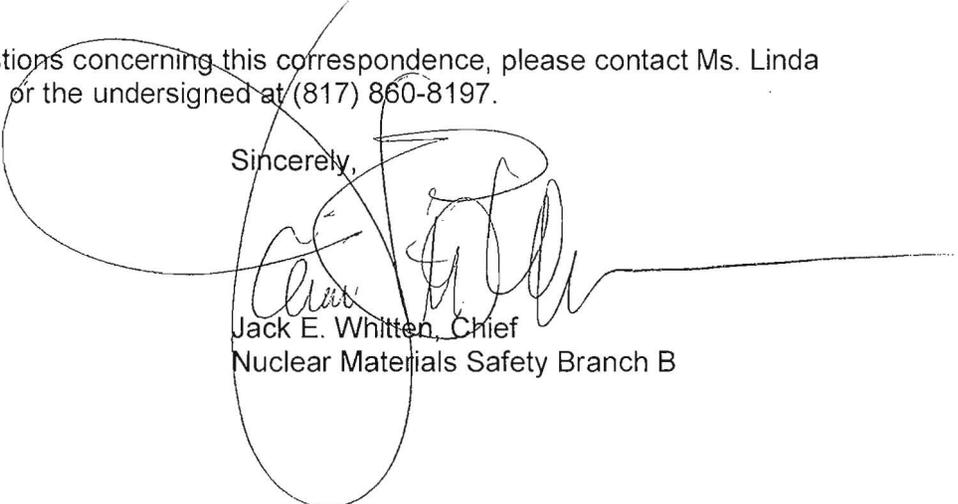
We have received and reviewed your letter of February 23, 2011, in response to our December 17, 2010, Inspection Report and Notice of Violation concerning your failure to comply with appropriate Department of Transportation (DOT) regulations while transporting licensed material over public highways. We have found your response did not adequately address the violation. Specifically, you did not state how you will transport over public highway water filters and trash classified as 11e.(2) byproduct material from Satellites SR-2 and SR-1 to the Central Processing Plant using the appropriate DOT requirements.

Pursuant to the provisions of 10 CFR 2.201, please 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 this letter. 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 previous docketed correspondence, if the correspondence adequately addresses the required response.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter and your response, if you choose to provide one, 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, any response you provide should not include personal privacy, proprietary, or safeguards information so that it can be made available to the Public without redaction.

Should you have any questions concerning this correspondence, please contact Ms. Linda Gersey at (817) 860-8299, or the undersigned at (817) 860-8197.

Sincerely,



Jack E. Whitten, Chief
Nuclear Materials Safety Branch B

Docket No.: 040-08964
License No.: SUA-1548

cc w/Licensee Response Dated February 23, 2011

Ms. Carol Bilbrough
Program Manager
Wyoming Department of Environmental Quality
Land Quality Division
122 West 25th
Cheyenne, Wyoming 82002

Mr. Lowell Spackman
District I Supervisor
Land Quality Division
Herschler Building - Third Floor West
122 West 25th
Cheyenne, Wyoming 82002

Wyoming Radiation Control Program Director

Electronic distribution:

CCain

JWhitten

LMGersey

DTMandeville, FSME/DWMEP/DURLD

RWVonTill, FSME/DWMEP/DURLD

FEE Coordinator

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ADAMS	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> SUNSI Rev Complete	Reviewer Initials:	LMG
Publicly Avail	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Sensitive Value:		
RIV:DNMS:NMSB-B		C:NMSB-B		
LMGersey		JEWhitten		
<i>LMG</i>				
04/8/2011		04/8/2011		

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ADAMS # ML11098A059
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