

SAFETY INSPECTION REPORT AND COMPLIANCE INSPECTION

1. LICENSEE/LOCATION INSPECTED: Signal Peak Energy, LLC 100 Portal Drive Roundup, MT 59072 REPORT NO: 2015-001		2. NRC/REGIONAL OFFICE U.S. Nuclear Regulatory Commission Region IV, 1600 East Lamar Blvd Arlington, Texas 76011-4511	
3. DOCKET NUMBER: 030-38025 38052	4. LICENSE NUMBER 25-29351-01	5. DATE OF INSPECTION October 20, 2015	

LICENSEE:

The inspection was an examination of the activities conducted under your license as they relate to radiation safety and to compliance with the Nuclear Regulatory Commission (NRC) rules and regulations and the conditions of your license. The inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector. The inspection findings are as follows:

- 1. Based on the inspection findings, no violations were identified.
- 2. Previous violation(s) closed.
- 3. The violation(s), specifically described to you by the inspector as non-cited violations, are not being cited because they were self-identified, non-repetitive, and corrective action was or is being taken, and the remaining criteria in the NRC Enforcement Policy to exercise discretion, were satisfied.
- Non-Cited Violation(s) was/were discussed involving the following requirement(s) and Corrective Action(s):
- 4. During this inspection certain of your activities, as described below and/or attached, were in violation of NRC requirements and are being cited. This form is a NOTICE OF VIOLATION, which may be subject to posting in accordance with 10 CFR 19.11.

License Condition 16 A. of Materials License 25-29351-01 requires, in part, that each gauge's shutter be tested for proper operation at intervals not to exceed 6 months.

Contrary to the above, from October 3, 2014 to October 23, 2015, the licensee did not test each gauge's shutter for proper operation. Specifically, the shutter tests due in April, 2015 for each gauge, were not documented as having been performed.

The licensee successfully performed the shutter test on October 23, 2015, and has committed to ensuring that the tests are performed every 6 months as required by the license.

Licensee's Statement of Corrective Actions for Item 4, above.

I hereby state that, within 30 days, the actions described by me to the inspector will be taken to correct the violations identified. This statement of corrective actions is made in accordance with the requirements of 10 CFR 2.201 (corrective steps already taken, corrective steps which will be taken, date when full compliance will be achieved). I understand that no further written response to NRC will be required, unless specifically requested.

Title	Printed Name	Signature	Date
LICENSEE'S REPRESENTATIVE	Sean Ellington	<i>Sean Ellington</i>	10-29-15
NRC INSPECTOR	Jason Dykert	<i>Jason Dykert</i>	October 26, 2015
BRANCH CHIEF	<i>James J. Smith</i>	Brooke G. Smith	11/11/15

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