



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION III
2443 WARRENVILLE ROAD, SUITE 210
LISLE, ILLINOIS 60532-4352

OCT 31 2008

Al E. Tester
Radiation Safety Officer
Tester Construction Inspection Services, Inc.
2023 W. Five Mile Road
Sault Ste. Marie, MI 49783

Dear Mr. Tester:

Enclosed is Amendment No. 03 renewing your NRC Materials License No. 21-32097-01 in accordance with your request. It also changes the name of the licensee to Tester Construction Inspection Services, Inc. to reflect your change to a corporate structure as noted in your fax letter dated October 29, 2008, and confirmed in our telephone conversation on that same date.

Please note that License Condition 18, which addresses security criteria for portable nuclear gauges, has been modified in its entirety to incorporate additional security measures. These security measures are based on revisions to 10 CFR Part 30, by the addition of paragraph 30.34(l), "Security requirements for portable gauges," as published in the Federal Register on January 12, 2005, with an effective date of July 11, 2005. The final rule requires a portable gauge licensee to use a minimum to two independent physical controls that form tangible barriers to secure portable gauges from unauthorized removal whenever the portable gauges are not under the control and constant surveillance of the licensee. You should have previously received a copy of this regulatory requirement by mail. This mailing included a revised copy of Appendix H, "Operating, Emergency, and Security Procedures," of NUREG 1556 Volume 1, Revision 1, Consolidated Guidance About Materials Licenses; Program Specific Guidance About Portable Gauge Licenses, dated November 2001, which incorporates these changes.

This amendment authorizes total possession limits on the license for all sealed sources covered by your license, based on the information contained in your fax letter dated October 29, 2008. This amendment also modifies License Condition 13. D., regarding leak testing criteria, to reflect our current standard license conditions. It also deletes former License Condition 18, which addressed possession limits but is no longer needed since possession limit are now addressed in License Items 8.A. and 8.B.

Please review the enclosed document carefully and 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.

Please be advised that your license expires at the end of the day, in the month, and year stated in the license. Unless your license has been terminated, you must conduct your program involving byproduct materials in accordance with the conditions of your NRC license, representations made in your license application, and NRC regulations.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter and its enclosure will be available electronically for public inspection 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 Public Electronic Reading Room).

Sincerely,

A handwritten signature in black ink, reading "Loren J. Hueter". The signature is written in a cursive style with a large initial "L".

Loren J. Hueter
Materials Licensing Branch

License No. 21-32097-01
Docket No. 030-34748

Enclosure: Amendment No. 03