



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

AUG 10 2010

Thomas Utter  
Radiation Safety Officer  
Indiana Michigan Power  
Tanners Creek Plant  
800 AEP Drive  
Lawrenceburg, IN 47025-0312

Dear Mr. Utter:

Enclosed is Amendment No.1 to your NRC Material License No. 13-32728-01 in accordance with your request. Please note that the major changes made to your license are printed in bold font.

Please review the enclosed document carefully and be sure that you understand all conditions. 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 note, the NRC has determined that one Severity Level IV violation of NRC requirements occurred. Item 8.A., in your license limited your possession to 11 sources of radium-226, not to exceed 40 microcuries per source. However, on May 13, 2010, you discovered an additional Pyrotronics Model FES-5 smoke detector containing a 40 microcurie radium-226 source at your plant, which caused you to exceed your license possession limits as stated in Item 8.A. of your license. Your actions included reporting the discovery of the radium-226 source to the NRC, wipe testing the radium-226 for leakage (no leakage identified), applying for an amendment to increase your license possession limits, and plans to perform a general search of the plant for more sources. This violation is being treated as a Non-Cited Violation (NCV), consistent with Section VI.A of the Enforcement Policy. If you contest the violations or significance of the NCV you should provide a response within 30 days of the date of this letter, with the basis for your denial, to the Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, D.C., 20555-0001, with copies to : (1) the Regional Administrator, Region III, and (2) The Director, Office of Enforcement, United States Nuclear Regulatory Commission, Washington, D.C., 20555-0001.

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 particular, note that you must:

1. Operate in accordance with NRC regulations 10 CFR Part 19, "Notices, Instructions and Reports to Workers; Inspections," 10 CFR Part 20, "Standards for Protection Against Radiation," and other applicable regulations.
2. Notify NRC, in writing, within 30 days:

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- a. When the Radiation Safety Officer permanently discontinues performance of duties under the license or has a name change; or
  - b. When the mailing address listed on the license changes.
3. In accordance with 10 CFR 30.36(d) and/or license condition, notify NRC, promptly, in writing, and request termination of the license:
- a. When you decide to terminate all activities involving materials authorized under the license; or
  - b. If you decide not to complete the facility, acquire equipment, or possess and use authorized material.
4. Request and obtain a license amendment before you:
- a. Order byproduct material in excess of the amount, or radionuclide, or form different than authorized on the license;
  - b. Add or change the areas of use or address or addresses of use identified in the license application or on the license; or
  - c. Change ownership of your organization.

You will be periodically inspected by NRC. Failure to conduct your program in accordance with NRC regulations, license conditions, and representations made in your license application and supplemental correspondence with NRC will result in enforcement action against you. This could include issuance of a notice of violation, or imposition of a civil penalty, or an order suspending, modifying or revoking your license as specified in the General Statement of Policy and Procedure for NRC Enforcement Actions.

Since serious consequences to employees and the public can result from failure to comply with NRC requirements, prompt and vigorous enforcement action will be taken when dealing with licensees who do not achieve the necessary meticulous attention to detail and the high standard of compliance which NRC expects of its licensees.

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 NRC's Agencywide Documents Access and Management System (ADAMS), accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

Sincerely,



Patricia J. Pelke  
Chief, Materials Licensing Branch

T. Utter

License No. 13-32728-01

Docket No. 030-37884

Enclosure : Amendment No. 1