



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

AUG 01 2011

Bryan MacKinnon
Radiation Safety Officer
L.S. Engineering, Inc.
200 South Clay Street
Greenville, MI 48838

Dear: Mr. MacKinnon

Enclosed is Amendment No.03 renewing your NRC Material License No. 21-32296-01 in accordance with your request.

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 that we removed Condition No. 11. B as it appeared on Amendment No. 02 in your NRC Material License. Due to an NRC policy change, you will not be able to change and name your Radiation Safety Officer (RSO) internally as Condition No. 11. B previously allowed. NRC must do that for you via the amendment process.

For future RSO changes please submit the name of the proposed RSO; his/her training and experience qualifications; a statement signed and dated by the proposed RSO that s/he accepts the position as RSO and that s/he understands the duties and responsibilities associated with the RSO position.

We also removed License Condition Nos. 13. F, 18, and 21 as they appeared in Amendment No. 02. License Condition Nos. 13 and 21 are not applicable in accordance with your application dated February 15, 2011, and License Condition No. 18 is no longer necessary since your license now contains possession limits. These changes required us to renumber subsequent license conditions.

Lastly, we added License Condition No. 13. F. This license condition requires the retention of leak test records for a period of three years.

NRC's Regulatory Issue Summary (RIS) 2005-31 provides criteria to identify security-related sensitive information and guidance for handling and marking of such documents. This ensures that potentially sensitive information is not made publicly available through ADAMS, the NRC's electronic document system. Pursuant to NRC's RIS 2005-31 and in accordance with 10 Code of Federal Regulations 2.390, the enclosed license document is exempt from public disclosure because its disclosure to unauthorized individuals could present a security vulnerability. The RIS may be located on the NRC Web site at: <http://www.nrc.gov/reading-rm/doc-collections/gen-comm/reg-issues/2005/ri200531.pdf> and the link for frequently asked questions regarding protection of security related sensitive information may be located at: <http://www.nrc.gov/reading-rm/sensitive-info/faq.html>.

The enclosed document contains sensitive security-related information.
When separated from this cover letter this letter is uncontrolled.

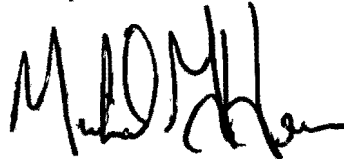
B. MacKinnon

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter 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>

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.

Sincerely,



Michael G. Herr, CHP
Materials Licensing Branch

License No. 21-32296-01
Docket No. 030-35620

Enclosure:

Amendment No. 03