

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

MAY 3 1 2012

Daniel A. Dryden, M.S. Radiation Safety Officer McLaren Northern Michigan 416 Connable Avenue Petoskey, MI 49770

Dear Mr. Dryden:

Enclosed is Amendment No. 50 amending your NRC Material License No. 21-16732-01 in accordance with your request. Please note that the 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.

This also refers to your letters dated November 30, 2011, February 29, 2012, and May 15, 2012, notifying the NRC of the transfer of ownership and control of License 21-16732-01 issued to Northern Michigan Regional Hospital.

The transferee should note their new responsibility and liability as an NRC licensee. Specifically, responsibility is emphasized with regard to any ongoing NRC inspection and enforcement issues, investigations, facility decontamination and decommissioning funding resources. Please be advised, change of ownership/control cannot be transferred without **prior** written consent from the NRC (10 CFR 30.34 (b)). A copy of this regulation may be found on the NRC website at <u>http://www.nrc.gov/reading-rm/doc-collections/cfr/part030/part030-0034.html</u>. Also, please see NUREG-1556, Volume 15, "Consolidated Guidance About Materials Licenses - Program-Specific Guidance About Changes of Control and About Bankruptcy Involving Byproduct, Source, or Special Nuclear Material Licenses". A copy of this guidance may be found on the NRC website at <u>http://www.nrc.gov/reading-rm/doccollections/nuregs/staff/sr1556/v15/.</u>

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 the NRC expects of its licensees.

This also refers to our discussion by telephone on May 29, 2012, regarding the addition of Community Memorial Hospital (Cheboygan) as a location of use on your license. As we discussed, we will authorized Cheboygan for all of the materials that they are currently authorized to use (10 CFR 35.100, 200, 300 (not to exceed 1curie of iodine-131) and 10 CFR 31.11. Also as we discussed, we have authorized Michael T. Sunday, M.D. for the materials in 10 CFR 35.100, 35.200, 35.300, and 10 CFR 31.11 materials.

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.

The NRC's Safety Culture Policy Statement became effective in June 2011. While a policy statement and not a regulation, it sets forth the agency's *expectations* for individuals and organizations to establish and maintain a positive safety culture. You can access the policy statement and supporting material that may benefit your organization on NRC's safety culture Web site at <u>http://www.nrc.gov/about-nrc/regulatory/enforcement/safety-culture.html</u>. We strongly encourage you to review this material and adapt it to your particular needs in order to develop and maintain a positive safety culture as you engage in NRC-regulated activities.

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 <u>http://www.nrc.gov/reading-rm/adams.html</u>.

Sincerely,

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William P. Reichhold Materials Licensing Branch

License No. 21-16732-01 Docket No. 030-11715

Enclosure: Amendment No. 50