U.S. NUCLEAR REGULATORY COMMISSION

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MATERIALS LICENSE

Pursuant to the Atomic Energy Act of 1954, as amended, the Energy Reorganization Act of 1974 (Public Law 93-438), and Title 10, Code of Federal Regulations, Chapter I, Parts 30, 31, 32, 33, 34, 35, 36, 39, 40, and 70, and in reliance on statements and representations heretofore made by the licensee, a license is hereby issued authorizing the licensee to receive, acquire, possess, and transfer byproduct, source, and special nuclear material designated below; to use such material for the purpose(s) and at the place(s) designated below; to deliver or transfer such material to persons authorized to receive it in accordance with the regulations of the applicable Part(s). This license shall be deemed to contain the conditions specified in Section 183 of the Atomic Energy Act of 1954, as amended, and is subject to all applicable rules, regulations, and orders of the Nuclear Regulatory Commission now or hereafter in effect and to any conditions specified below.

Licensee		In accordance wit	th th	ne application dated		
		February 19, 201	4,			
Tennessee Valley Authority	3. License number 41-31424-01 is amended in					
	Its entirety to read as follows:					
	AR F	REA				
2. 3R-C Lookout Place	EAM	4. Expiration date February 28, 2021				
2. 3R-C Lookout Place 4. Expiration date February 28, 2021 1101 Market Street 5. Docket No. 03038395			395			
Chattanooga, TN 37402		Reference No.				
<u>~</u>				S C		
Byproduct, source, and/or special nuclear material	7. Chemical and/or	physical form	8.	Maximum amount that licensee may possess at any one time under this license		
Any byproduct material with atomic numbers 1 through 83	A. Any	11000000	A.	100 millicuries per radionuclide and 1000 millicuries total (See also License Condition 13)		
B. Cesium 137	B. Sealed Source Ziegler Isotope Isotope Product Model HEG-13 Product Labora 301 Series)	e Products dba ct Laboratories 7 and Isotope atories Model	В.	100 millicuries per radionuclide and 110 millicuries total		
C. Uranium 234	C. Any	1. X	C.	0.08 milligrams		
D. Uranium enriched to ≤ 95% by weight of the U-235 isotope	D. Fission Chamb	per	D.	3.9 grams per fission chamber and 15.6 grams total		
E. Uranium 238	E. Surveillance C	apsule	E.	14 milligrams per capsule and 84 milligrams total		
F. Neptunium 237	F. Surveillance C	Surveillance Capsule		20 milligrams per capsule and 120 milligrams		
G. Californium 252		Sealed Sources (Babcock and Wilcox Nuclear Energy Model No. BWSR1)				286 micrograms per source and 572 micrograms total
9. Authorized use:						

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- A. through C. Calibration and standardization of the licensee's instruments.
- D. Source and intermediate range detectors
- E. and F. Reactor surveillance capsules
- G. Reactor startup source

CONDITIONS

- 10. Licensed material may be used or stored only at the licensee's facilities located at Tennessee Valley Authority, Watts Bar Nuclear Plant, Spring City, Tennessee.
- 11. The Radiation Safety Officer for this license is Anthony W. Hooks.
- 12. Licensed material shall be used by, or under the supervision of, Anthony W. Hooks or John W. Wikle.
- 13. In addition to the possession limits in Item 8, the licensee shall further restrict the possession of licensed material to quantities below the minimum limits specified in 10 CFR 30.35(d) for establishing decommissioning financial assurance.
- 14. Sealed sources or detector cells containing licensed material shall not be opened or sources removed from source holders by the licensee.
- 15. The licensee shall conduct a physical inventory every six months, or at other intervals approved by the U.S. Nuclear Regulatory Commission, to account for all sources and/or devices received and possessed under the license. Records of inventories shall be maintained for five years from the date of each inventory and shall include the radionuclides, quantities, manufacturer's name and model numbers, and the date of the inventory.
- 16. A. Sealed sources shall be tested for leakage and/or contamination at intervals not to exceed six months or at the intervals specified in the certificate of registration issued by the U.S. Nuclear Regulatory Commission under 10 CFR 32.210 or under equivalent regulations of an Agreement State.
 - B. In the absence of a certificate from a transferor indicating that a leak test has been made within the intervals specified in the certificate of registration issued by the U.S. Nuclear Regulatory Commission under 10 CFR 32.210 or under equivalent regulations of an Agreement State, prior to the transfer, a sealed source received from another person shall not be put into use until tested and the test results received.
 - C. Sealed sources need not be tested if they contain only hydrogen-3; or they contain only a

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radioactive gas; or the half-life of the isotope is 30 days or less; or they contain not more than 100 microcuries of beta- and/or gamma-emitting material or not more than 10 microcuries of alpha-emitting material.

- D. Sealed sources need not be tested if they are in storage and are not being used; however, when they are removed from storage for use or transferred to another person and have not been tested within the required leak test interval, they shall be tested before use or transfer. No sealed source shall be stored for a period of more than 10 years without being tested for leakage and/or contamination.
- E. The leak test shall be capable of detecting the presence of 0.005 microcurie (185 becquerels) of radioactive material on the test sample. If the test reveals the presence of 0.005 microcurie (185 becquerels) or more of removable contamination, a report shall be filed with the U.S. Nuclear Regulatory Commission in accordance with 10 CFR 30.50(c)(2), and the source shall be removed immediately from service and decontaminated, repaired, or disposed of in accordance with Commission regulations.
- F. Tests for leakage and/or contamination, including leak test sample collection and analysis, shall be performed by the licensee or by other persons specifically licensed by the U.S. Nuclear Regulatory Commission or an Agreement State to perform such services.
- G. Records of leak test results shall be kept in units of microcuries and shall be maintained for 5 years.
- 17. The licensee is authorized to transport licensed material in accordance with the provisions of 10 CFR Part 71, "Packaging and Transportation of Radioactive Material."

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- 18. Except as specifically provided otherwise in this license, the licensee shall conduct its program in accordance with the statements, representations, and procedures contained in the documents, including any enclosures, listed below. The U.S. Nuclear Regulatory Commission's regulations shall govern unless the statements, representations, and procedures in the licensee's application and correspondence are more restrictive than the regulations.
 - A. Application dated October 28, 2010 (ML103200128)
 - Letter dated February 2, 2011 (ML110350423) B.
 - C. Letter dated February 8, 2011 (ML110410121)



For the U.S. Nuclear Regulatory Commission

Date	April 2, 2014	By					
		<u> </u>	Dennis R. Lawyer				

Commercial, Industrial, R&D and Academic Branch Division of Nuclear Materials Safety Region I

King of Prussia, Pennsylvania 19406

Original signed by Dennis R. Lawyer