



UNITED STATES
NUCLEAR REGULATORY COMMISSION

REGION III
2443 WARRENVILLE RD. SUITE 210
LISLE, IL 60532-4352

MAR 21 2018

Jack Niemi
Radiation Safety Officer
Orchard, Hiltz, & McCliment, Inc.
929 Bridgeview South
Saginaw, MI 48604

Dear Mr. Niemi:

By letter dated January 4, 2018, you submitted to the U.S. Nuclear Regulatory Commission (NRC) a Request for Consent to Direct License Transfer of NRC License No. 21-26560-01. Based on the information provided we understand that the transfer was effective December 31, 2017.

We further understand that you have requested to terminate NRC License No. 21-26560-01 and transfer the licensed facility, material, and all related records to your NRC License No. 21-32793-01. The NRC staff has reviewed the information provided. Based on its review, the staff has concluded that residual radioactive material attributable to licensed activities does not exceed current NRC criteria. The facility, licensed material, and records are suitable for transfer to NRC License No. 21-32793-01, and NRC License Number 21-26560-01 is hereby terminated.

Enclosed is Amendment No. 11 to your NRC Material License No. 21-32793-01 and Amendment No. 6 to your NRC Material License No. 21-26560-01 in accordance with your request. The following License Conditions have been updated for License No. 21-32793-01 in accordance with our licensing policy: Condition 12 regarding the training requirements for users and Condition 13 regarding the leak test requirements for sealed sources.

The transferee Orchard, Hiltz, & McCliment, Inc. 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 <http://www.nrc.gov/reading-rm/doc-collections/cfr/part030/part030-0034.html>. Also, please see NUREG-1556, Volume 15, Revision 1, "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 <http://www.nrc.gov/reading-rm/doc-collections/nuregs/staff/sr1556/v15/>.

Please review the enclosed documents 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.

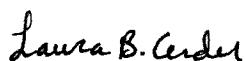
You will be periodically inspected by NRC. Failure to conduct your program in accordance with NRC regulations, license conditions, and representations made in your license application and supplemental correspondence with NRC will result in enforcement action against you. This could include issuance of 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.

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 <http://www.nrc.gov/about-nrc/regulatory/enforcement/safety-culture.html>. 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 Title 10 Code of Federal Regulations 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,



Laura B. Cender
Health Physicist
Materials Licensing Branch

License No. 21-32793-01, 21-26560-01
Docket No. 030-38284, 030-33451

Enclosure: 1. Amendment No. 11
2. Terminated License No. 21-26560-01