



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D.C. 20555-0001

March 26, 2019

Dr. David M. Slaughter, President
and Reactor Administrator
Aerotest Operations, Inc.
3455 Fostoria Way
San Ramon, CA 94583

SUBJECT: AEROTEST OPERATIONS, INC. — AMENDMENT NO. 19 TO INDEMNITY
AGREEMENT NO. B-2 (CAC NO. MF6254, EPID NO. L-2017-PMP-0015)

Dear Dr. Slaughter:

The U.S. Nuclear Regulatory Commission (NRC) has issued Amendment No. 19 to Indemnity Agreement No. B-2 between the NRC and Aerotest Operations, Inc. (Aerotest), the licensee for the Aerotest Radiography and Research Reactor (ARRR). The NRC has issued the amendment in response to Aerotest's change in its method of providing financial protection from insurance to a financial protection standby trust (see Agencywide Documents Access and Management System (ADAMS) Accession No. ML17257A078). The amendment revises Items 2 and 5 of the Attachment to Indemnity Agreement No. B-2 to reflect that Aerotest's method of providing financial protection is now a financial protection standby trust.

The amendment also makes other updates to Indemnity Agreement No. B-2. Specifically, the amendment revises Item 1 of the Attachment to Indemnity Agreement No. B-2 to reflect Aerotest's current address, and Items 3, 4, and 6, of the Attachment to remove license numbers that are no longer applicable to Indemnity Agreement No. B-2 (according to Item 6 of current Indemnity Agreement No. B-2, the agreement ceased to be effective for these licenses other than Facility Operating License No. R-98 for the ARRR in 1967 or earlier). Additionally, the amendment further revises Item 4 of the Attachment to update the "Location" for Facility Operating License No. R-98 to reflect updated descriptions of the ARRR facility, and such that Indemnity Agreement No. B-2 would clearly cover all areas that could contain radioactive material controlled under Facility Operating License No. R-98 for the ARRR, based on information in the updated ARRR safety analysis report dated December 20, 2017 (ADAMS Accession No. ML18045A571).

Enclosed with this letter are two signed copies of the amendment. Please sign and date both copies, retain one for Aerotest's records, and return the other to the following address:

Edward Helvenston, Office of Nuclear Reactor Regulation
U.S. Nuclear Regulatory Commission
Washington, DC 20555-0001

D. Slaughter

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If you have any questions, please contact Edward Helvenston at 301-415-4067, or by electronic mail at Edward.Helvenston@nrc.gov.

Sincerely,

/RA/

William Kennedy, Acting Chief
Research and Test Reactors Licensing Branch
Division of Licensing Projects
Office of Nuclear Reactor Regulation

Docket No. 50-228
License No. R-98

Enclosures:
Amendment No. 19 to Indemnity Agreement
No. B-2 (2 signed copies)

cc: w/o enclosures:

California Energy Commission
1516 Ninth Street, MS-34
Sacramento, CA 95814

Radiologic Health Branch
P.O. Box 997414, MS 7610
Sacramento, CA 95899-7414

Test, Research and Training
Reactor Newsletter
Attention: Amber Johnson
Dept of Materials Science and Engineering
University of Maryland
4418 Stadium Drive
College Park, MD 20742-2115

SUBJECT: AEROTEST OPERATIONS, INC. — AMENDMENT NO. 19 TO INDEMNITY AGREEMENT NO. B-2 DATE: MARCH 26, 2019

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ADAMS Accession No. ML19071A245

***concurred via email**

NRR-106

OFFICE	NRR/DLP/PRLB/PM*	NRR/DLP/PRLB/LA*	NRR/DLP/PRLB/ABC
NAME	EHelvenston	NParker	WKennedy
DATE	3/14/19	3/14/19	3/26/19

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