

December 7, 2004

MEMORANDUM TO : George C. Pangburn, Director, RI  
Division of Nuclear Materials Safety

Marc L. Dapas, Director, RIII  
Division of Nuclear Materials Safety

Mark A. Satorious, Director, RIV  
Division of Nuclear Materials Safety

FROM: Thomas H. Essig, Chief /RA/  
Materials Safety & Inspection Branch  
Division of Industrial and  
Medical Nuclear Safety  
Office of Nuclear Material Safety  
and Safeguards

SUBJECT: GUIDANCE ON STANDARDIZED LANGUAGE FOR  
"AUTHORIZED USE" CONDITION ON MATERIALS LICENSES  
REQUESTING POL STATUS

We have received the enclosed request from the Office of the Chief Financial Officer (OCFO) to assist in standardizing License Condition No. 9, Authorized Use, language for licensees requesting possession only licenses (POL). Several OCFO staff and licensees were unclear about the Authorized Use condition in their materials license. Specifically, it has not been clear in many current materials licenses whether a licensee in POL status intends to use or terminate their license in the future. OCFO uses the Authorized Use condition to determine a licensee's annual fee. Fees can only be assessed based on what is stated in the Authorized Use condition of the license.

In order to minimize confusion when OCFO determines the appropriate licensing fee category, we propose that your staff use the following standardized language for the Authorized Use condition:

1. Possession and storage only.....until termination of the license.
2. Storage with intent to dispose.
3. Storage in standby. This license must be amended prior to any use.

Please provide your comments or questions to Nima Ashkeboussi by December 23, 2004.

Attachment:  
Standardized Language, memo dated 9/30/2004

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Distribution:  
IMNS r/f RCarlson, OCFO

**ADAMS ML043430082**

\*see previous concurrence

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