



UNITED STATES  
NUCLEAR REGULATORY COMMISSION

REGION III  
2443 WARRENVILLE ROAD, SUITE 210  
LISLE, IL 60532-4352  
JUN 28 2011

Dan E. Klaproth  
Radiation Safety Officer  
Smith and Company  
P.O. Box 72  
Poplar Bluff, MO 63902-0072

Dear Mr. Klaproth:

Due to a change in the NRC's licensing policies, total possession limits for regulated nuclear materials need to be listed on NRC licenses. As you discussed with Frank Tran by telephone on May 6, 2011, and based on the information you provided, we have listed the total possession limit for Items 6.A through 6.D on your license.

Enclosed is a corrected copy to your NRC license, Amendment No. 03, as a result of this change in the licensing policy. If you have any question regarding these changes, please contact the U.S. Nuclear Regulatory Commission, Region III office immediately at (630) 829-9839.

Please note that License Condition 19, which addresses security criteria for portable nuclear gauges, has been modified in its entirety to incorporate additional security measures. These security measures are based on revisions to 10 CFR Part 30, by the addition of paragraph 30.34(i), "Security requirements for portable gauges," as published in the Federal Register on January 12, 2005, with an effective date of July 11, 2005. The final rule requires a portable gauge licensee to use a minimum to two independent physical controls that form tangible barriers to secure portable gauges from unauthorized removal whenever the portable gauges are not under the control and constant surveillance of the licensee.

Also note, we have updated Item D. in the leak test condition and we have removed the license condition that required you to restrict the possession of licensed materials to quantities below the minimum limit for establishing decommissioning financial assurance because based upon the new possession limits, this condition is no longer applicable.

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,  
  
William P. Reichhold  
Materials Licensing Branch

License No. 24-18711-03  
Docket No. 030-32734

Enclosure: Corrected copy of Amendment No. 03