



UNITED STATES  
**NUCLEAR REGULATORY COMMISSION**  
REGION I  
475 ALLENDALE ROAD  
KING OF PRUSSIA, PENNSYLVANIA 19406-1415

February 27, 2012

Docket No. 03029205  
Control No. 577004

License No. 52-24843-01

José A. Rodriguez-Just  
Quality Control Manager/Radiation Safety Officer  
Alco Corporation  
P. O. Box 1623  
Canovanas, PR 00729-1623

SUBJECT: ALCO CORPORATION, ACCEPTANCE OF NOTIFICATION OF FILING FOR  
BANKRUPTCY, CONTROL NO. 577004

Dear Mr. Rodriguez-Just:

The NRC received information that Alco Corporation has filed for Bankruptcy under Chapter 11 of the U.S. Bankruptcy Code. In response to our follow up of the event, we received a copy of the "Debtor's Informative Motion" dated February 1, 2012, that your Counsel, Ms. Carmen Conde-Torres, Esq., filed with the U.S. Bankruptcy Court for the District of Puerto Rico. Our information regarding the filing indicated that Alco Corporation filed for the bankruptcy on January 12, 2012, but the information provided to the court by your Counsel stated that the petition for bankruptcy was filed on January 12, 2011.

Please note that NRC regulations in 10 CFR 30.34(h)(1) require that licensees that are the subject of a bankruptcy filing, immediately notify the NRC, in writing of the filing. The purpose of the regulations is to ensure that public health and safety is adequately protected, and all licensed material is properly controlled. **The above referenced document provided by your Counsel is accepted as the required notification; however, you are required to provide us with correct filing date.**

Please be reminded that even though Alco Corporation is involved in bankruptcy proceedings, the above NRC license continues to remain in full effect even beyond its stated expiration date, until terminated in writing by the NRC. If the licensee no longer exists as an entity, the person with legal control of licensed material, contaminated equipment or property transferred by the licensee, is obligated to control all licensed material and to decontaminate and decommission the facilities or equipment, and to comply with applicable NRC requirements.

The bankruptcy filing does not relieve Alco Corporation of its responsibilities to comply with NRC requirements, including those relating to security and control of licensed materials, decontamination and decommissioning of contaminated facilities, and retention of personnel required by the license conditions. You may not transfer control of the license without prior written approval of NRC, and you may not transfer licensed material except as authorized by the NRC regulations.

You should ensure that your attorney and any trustee involved in the bankruptcy proceedings are aware of these obligations and the related NRC requirements. Pursuant to Section 184 of the Atomic Energy Act, a reorganized entity emerging from Chapter 11 bankruptcy is required to receive written approval of NRC prior to its assumption of control over licensed activities.

Please notify this office immediately, in writing if you are unable to meet any of these requirements/conditions. Also please notify this office: (1) of any changes to your licensed activities that the bankruptcy court may require, (2) when the bankruptcy proceeding is completed, and (3) when Alco Corporation emerges out of bankruptcy.

Because the regulations cited above require each licensee to provide the required notification, we request your assistance in providing to us the names, addresses and telephone numbers of any other entities who may be affected by the bankruptcy (i.e. other daughter companies/subsidiaries of Alco Corporation, where such entity has an NRC or Agreement State license).

We will continue to monitor your activities to ensure that all licensed material remains secure from unauthorized access/removal, and is being used in full compliance with all applicable requirements. Please call Sattar Lodhi of this office at (610) 337-5364 if you have any questions regarding this matter.

Your cooperation is appreciated.

Sincerely,

***Original signed by Blake D. Welling***

Blake D. Welling, Chief  
Materials Security and Industrial Branch  
Division of Nuclear Materials Safety

cc:

Carmen D. Conde-Torres, Counsel  
Commonwealth of Puerto Rico  
Wilma Jaime, Chief Deputy Clerk

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**SUNSI Review Complete: SLodhi**

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DATE	02/27/2012		02/27/2012					

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