

May 14, 2013

Mr. Paul H. Johnson, Vice President  
Contracts and Administration  
Passport Systems, Inc.  
70 Treble Cove Road  
North Billerica, MA 01862

SUBJECT: PASSPORT SYSTEMS, INC – AMENDMENT 1 – INALIENABILITY  
OF LICENSE DETERMINATION UNDER TITLE 10 OF THE CODE OF FEDERAL  
REGULATIONS 70.36 (TAC NO. L33280)

Dear Mr. Johnson:

On May 6, 2013, Passport Systems, Inc. sent us notification of a pending ownership change. Included a document on control and access of sensitive information and a draft of a National Security Agreement (NSA) to be executed upon completion of review of this ownership change. Under the requirements of Title 10 of the *Code of Federal Regulations* (10 CFR) Part 70.36, the U.S. Nuclear Regulatory Commission (NRC) states that: “no right to possess special nuclear material granted by any license issued pursuant to the regulations in this part shall be transferred, assigned or in any manner disposed of, either voluntarily or involuntarily, directly or indirectly, through transfer of control of any license to any person unless the Commission shall after securing full information, find that the transfer is in accordance with the provisions of the Act, and shall give its consent in writing.”

We have reviewed the submittal and are enclosing the Safety Evaluation Report (SER) of our review. Based on the above review, and the commitments made in the draft NSA, the proposed changes are acceptable. The staff has determined that the change meets the requirements in 10 CFR Parts 70 and is approved. Passport Systems Inc. will submit the executed NSA and any additional determination from the Committee on Foreign Investment in the United States. Enclosed is the amended License No. SNM-2016, which will become effective following the receipt of these documents by the NRC. The license includes a condition that the licensee will notify the NRC prior to any change in foreign ownership or changes to voting rights or governance.

In accordance with 10 CFR 2.390(d) of the NRC’s “Rules of Practice,” a copy of this letter and Enclosure 3 will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records System component of NRC’s Agencywide Documents Access and Management System (ADAMS).

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P. Johnson

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An environmental assessment for this action is not required, since this action is categorically excluded under 10 CFR 51.22(c)(21).

If you have any questions regarding this letter, please contact Mr. Ty Naquin of my staff at [Tyrone.naquin@nrc.gov](mailto:Tyrone.naquin@nrc.gov) or (301) 287-9144.

Sincerely,

*/RA/*

Robert K. Johnson, Chief  
Fuel Manufacturing Branch  
Division of Fuel Cycle Safety  
and Safeguards  
Office of Nuclear Material Safety  
and Safeguards

Docket No. 70-7022  
License No. SNM-2016

Enclosures:

1. Safety Evaluation Report (Non-public)
2. Amendment 1 to Materials License SNM-2016 (Non-public)
3. Amendment 1 to Materials License SNM-2016 (Public)

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P. Johnson

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If you have any questions regarding this letter, please contact Mr. Ty Naquin of my staff at [Tyrone.naquin@nrc.gov](mailto:Tyrone.naquin@nrc.gov) or (301) 287-9144.

Sincerely,

/RA/

Robert K. Johnson, Chief  
Fuel Manufacturing Branch  
Division of Fuel Cycle Safety  
and Safeguards  
Office of Nuclear Material Safety  
and Safeguards

Docket No. 70-7022  
License No. SNM-2016

Enclosures:

1. Safety Evaluation Report (Non-public)
2. Amendment 1 to Materials License SNM-2016 (Non-public)
3. Amendment 1 to Materials License SNM-2016 (Public)

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<b>OFFICE:</b>	FMB	FMB	FMB
<b>NAME:</b>	TNaquin	TBrockington	RJohnson
<b>DATE:</b>	05/14/2013	05/14/2013	05/14/2013

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