



C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

RECEIVED

MAR 26 2014

March 24, 2013

DNMS

VIA PRIORITY MAIL - SIGNATURE CONFIRMATION REQUESTED

ATTN: Document Control Desk
U. S. Nuclear Regulatory Commission, Region 4
1600 E Lamar Blvd
Arlington, TX 76011-4511

Re: Application for Transfer of Control With Respect to C & J's NDT, Inc.'s NRC Radioactive Materials License No. 33-29238-01

Dear Sir or Madam:

Please find enclosed for filing with the United States Nuclear Regulatory Commission (NRC) C & J's NDT, Inc.'s (C & J's) Application for Transfer of Control with respect to C & J's License No. 33-29238-01. C & J's is requesting NRC consent to the Application in connection with the sale of C & J's assets, excluding its radiographic cameras, to Paramount NDT, LLC (Paramount) effective December 31, 2012.

Effective December 31, 2012 a contract was entered into between C & J's and Paramount for the sale of C & J's assets to Paramount. This contract was the first stage of an ownership change of C & J's operations. At that time C & J's agreed to sell Paramount all of its assets, excluding its radiographic cameras containing sealed sources. C & J's retained responsibility at that time for administering the control, safekeeping, and administration of the Operating and Emergency Procedures related to the use of the radioactive materials.

A second contract has since been entered into between C & J's and Paramount for Paramount to purchase the radiographic cameras from C & J's, effective August 29, 2013, upon Paramount's receipt of its Radioactive Materials License from the State of North Dakota. With this purchase C & J's no longer controls any radioactive materials.

PUBLIC

☐ Immediate Release

☒ Normal Release [REDACTED]

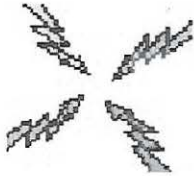
NON-PUBLIC

☐ A.3 Sensitive-Security Related

☐ A.7 Sensitive Internal

☐ Other: _____

Reviewer: RTC Date: 3-26-2014



C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

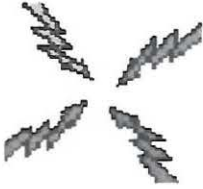
This change in ownership has effectively changed all responsibilities associated with the control and administration of the Operating and Emergency Procedures in relation to the License from C & J's to Paramount. Paramount has separate ownership than that of C & J's, which will release all responsibility for control and administration of the constraints, conditions, requirements, representations, and commitments identified in the existing license from C & J's and its ownership group, upon approval of this Application. The responsibilities to be assumed by Paramount and its management, as well as the delegation of those duties, are detailed in the accompanying application.

The change in ownership is between family members, specifically Charles Schaan (C & J's) and his two sons Tim & Chris Schaan (Paramount). Tim and Chris have been an integral part of the management of C & J's over the last several years, as well as being named Officers of C & J's in mid-2012. They have adequate knowledge in the administration of the license requirements, which is detailed in the accompanying application. In addition, Charles has agreed to remain available as a Consultant for Paramount should there be any questions regarding any Operations or Safety Procedures, etc.

Due to the related party transfer and the sufficient knowledge of license requirements of the existing ownership, as well as the continued availability of previous ownership C & J's respectfully requests that the NRC consent to the Application and the transfer of control effective upon NRC Staff completing its review of said Application.

Thank You,

Chuck Schaan
President
C & J's NDT, Inc.



C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

Application of C & J's NDT, Inc. for consent to transfer of control
NRC License No. 33-29238-01

1.0 New Licensee Name

Paramount NDT, LLC

2.0 Contact Information

Paramount NDT, LLC
8194 W Deer Valley Rd, Ste 106-273
Peoria, AZ 85382

Primary Contact

Christopher M. Schaan, President
Phone: 303-328-8742
cschaan@paramountndt.com

Secondary Contact

Timothy A. Schaan, Vice-President
Phone: 701-367-8844
Fax: 701-258-5411
tschaan@paramountndt.com

3.0 Changes in Personnel

Paramount NDT, LLC Corporate Officers

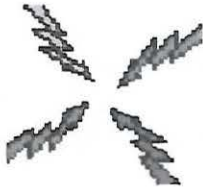
Christopher M. Schaan, President
Timothy A. Schaan, Vice-President & Secretary/Treasurer

Radiation Safety Officer

Christopher M. Schaan

Qualifications & Training

See Attachment A for a detail of the new proposed Radiation Safety Officer's qualifications and training.



C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

4.0 Transferor Intentions

C & J's NDT, Inc. will continue as a going concern for the foreseeable future until such time as the contract resulting in the sale of C & J's NDT's assets to Paramount NDT has been fully satisfied. However, C & J's will discontinue operations requiring the possession of a radioactive materials license.

5.0 Transaction Description

C & J's entered into a contract as of December 31, 2012 to sell its assets to Paramount NDT. A second contract was entered into on May 1, 2013 to sell Paramount its radiographic cameras at such time as Paramount received its Radioactive Materials License from North Dakota.

The contracts between C & J's and Paramount were entered into in order to begin facilitating the retirement process for Chuck Schaan, the President and owner of C & J's. Paramount is owned and managed by his two sons, who are also Officers and managers of C & J's. An organizational chart for both C & J's and Paramount can be found as Attachment B.

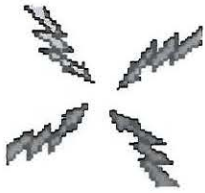
6.0 Organizational, Location, Facility, Equipment, & Procedure Changes

The transaction will result in the change of the organization holding the license as well as the officers of that organization. The organizational charts for both the transferor and transferee were previously referenced as Attachments B & C.

The transaction will result in the update of the correspondence address for all license related activities and for billing purposes to 8194 W Deer Valley Rd, Ste 106-273, Peoria, AZ 85382.

The transfer will also result a change in the location and facilities of the licensed materials to the current North Dakota licensed facility at []

No changes will result from the transaction related to the equipment or procedures



C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

governed by the license.

7.0 Use, Possession, Location & Storage Changes

The transaction will not result in any changes in the use or possession of the licensed materials covered by the license.

The transaction will however result in the materials storage location of record being changed to []

8.0 Changes Requiring License Amendments

The transaction will result in the change of the RSO assigned to administer the operating and emergency procedures. The new RSO was referenced in section 3.0 and his qualifications and training records as Attachment A.

9.0 Surveillance Items and Records Status

As required by the current license all records and surveillance items are kept current and will continue to be through the transition of the transfer of control request addressed through this application.

10.0 Decommissioning Requirements

Only sealed source material is covered under this license and therefore decommissioning records are excluded from this requirement.

11.0 Facility Status

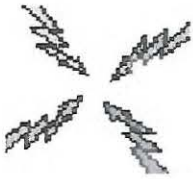
At this time there has been no contamination found in the facility and the related storage location. Paramount NDT agrees to assume full liability for any future contamination findings resulting in cleanup needs.

12.0 Decontamination Plans

No decontamination plans exist at this time as no contamination has been found present in the facility requiring a plan.

13.0 Commitment to Abide by Transferor Commitments

Paramount NDT will continue to abide by all commitments contained in NRC



C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

License No. 33-29238-01. The notarized endorsement by Paramount NDT at the conclusion of this transfer of control application may be used as confirmation that Paramount NDT, LLC will abide by all constraints, license conditions, requirements, representations and commitments identified in and attributed to NRC License No. 33-29238-01.

14.0 Transfer of Control Agreement


The notarized endorsements by both the transferor and transferee at the conclusion of this application may be used as a binding agreement between both parties that both agree to the transfer of control of NRC License No. 33-29238-01, as is outlined in this application, and that the transferee has been made aware of all open inspection items and its responsibilities.

15.0 Transferee Commitment

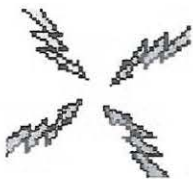
The notarized endorsement by Paramount NDT as the transferee at the conclusion of this application may be used as a binding agreement to abide by all constraints, conditions, requirements, representations, and commitments identified in the existing license.


Transferor

Charles M. Schaan
President
C & J's NDT, Inc.


Transferee

Timothy A. Schaan
Vice President
Paramount NDT, LLC



C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

AFFIRMATION

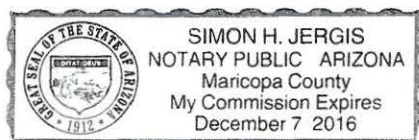
I, Charles M. Schaan, do hereby affirm that: (1) I am the President of C & J's NDT, Inc., (2) I am duly authorized to execute and file this certification on behalf of C & J's NDT, Inc., and (3) the statements set forth in the attached Application for Consent to Transfer of Control are true and correct to the best of my information, knowledge and belief.


Charles M. Schaan

STATE OF ARIZONA)
) ss.
County of MARICOPA)

On March 14th, 2014 before me, the subscriber, a Notary Public of the State of Arizona, personally appeared Charles M. Schaan, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

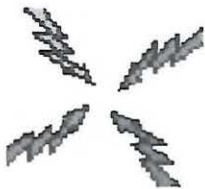
WITNESS my hand and official seal.




Notary Public

My Commission Expires:

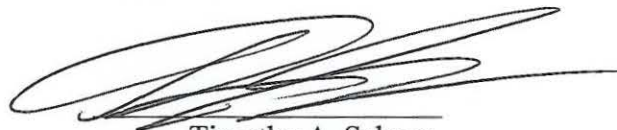
12/07/16



C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

AFFIRMATION

I, Timothy A. Schaan, do hereby affirm that: (1) I am the Vice President of Paramount NDT, LLC, (2) I am duly authorized to execute and file this certification on behalf of Paramount NDT, LLC, and (3) the statements set forth in the attached Application for Consent to Transfer of Control are true and correct to the best of my information, knowledge and belief.



Timothy A. Schaan

STATE OF ARIZONA)
) ss.
County of MARICOPA)

On March 24, 2014 before me, the subscriber, a Notary Public of the State of Arizona, personally appeared Timothy A. Schaan, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

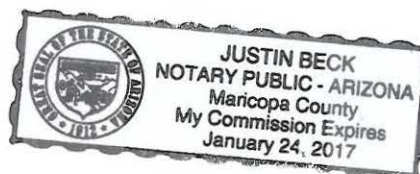
WITNESS my hand and official seal.



Notary Public

My Commission Expires:

1/24/17





C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

Attachment A



If found, please return this card to.

North Dakota Department of Health
Radiation Control Program
918 East Divide Ave., 2nd Floor
Bismarck, ND 58501

In cases of Radiological Emergencies, contact the
N.D. State Radiation Control Program at:

Weekdays: 701-328-5188 (7:30 am-5:00 pm)
All Other Times: 800-472-2121 (In-State)
701-328-9921 (Out-of-State)



Industrial Radiographer I.D. Card
North Dakota Department of Health
Environmental Health Section
Air Quality Division

Name: Schaan, Christopher

Card Number: R095

Expiration Date: 10/17/2013

The person named herein has passed the Industrial Radiography
Safety Examination and has met the requirements of Section 33-
10-05-05 of the North Dakota Radiological Health Rules for the
use of Radioactive Materials and X-Ray Machines.

Daniel F. Hansen
Manager, Radiation Control Program

C & J's NDT, Inc.

Certificate of Completion

Radiation Safety Course

"Forty Hour RADIATION SAFETY & U.S. D.O.T. HAZARDOUS MATERIALS REGULATIONS"

Is hereby presented to Christopher M. Schaan on this 11th day of July, 2008

for completion of the forty hour Radiation Safety Course.

Training was received in basic theory of Radioactivity, Biological interactions with Radiation, Standard Operating Procedures, Regulatory Requirements, Emergency Procedures, and Transportation Requirements.

Charles M. Schaan – Radiation Safety Officer

ND License # 33-35523-01



C & J's NDT, Inc.

Certificate of Completion

Radiation Safety Course

"Annual Eight Hour RADIATION SAFETY Refresher Training"

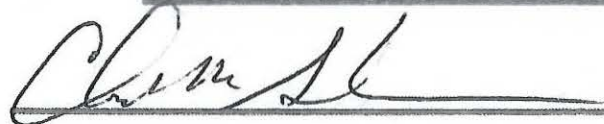
Is hereby presented to Christopher M. Schaan on this 5th day of January, 2009

for completion of the annual eight hour Radiation Safety Refresher Training.

Training was received in basic theory of Radioactivity, Biological interactions with Radiation, Standard Operating Procedures, Regulatory Requirements, Emergency Procedures, and Transportation Requirements.

Charles M. Schaan – Radiation Safety Officer

ND License # 33-35523-01



C & J's NDT, Inc.

Certificate of Completion

Radiation Safety Course

"Annual Eight Hour RADIATION SAFETY Refresher Training"

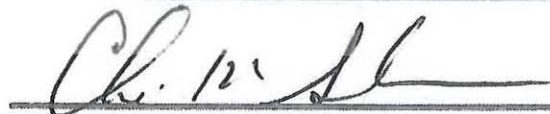
Is hereby presented to Christopher M. Schaan on this 8th day of January, 2010

for completion of the annual eight hour Radiation Safety Refresher Training.

Training was received in basic theory of Radioactivity, Biological interactions with Radiation, Standard Operating Procedures, Regulatory Requirements, Emergency Procedures, and Transportation Requirements.

Charles M. Schaan – Radiation Safety Officer

ND License # 33-35523-01



C & J's NDT, Inc.

Certificate of Completion

Radiation Safety Course

"Annual Eight Hour RADIATION SAFETY Refresher Training"

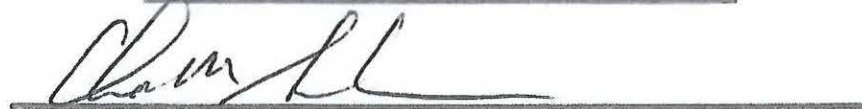
Is hereby presented to Christopher M. Schaan on this 5th day of January, 2011

for completion of the annual eight hour Radiation Safety Refresher Training.

Training was received in basic theory of Radioactivity, Biological interactions with Radiation, Standard Operating Procedures, Regulatory Requirements, Emergency Procedures, and Transportation Requirements.

Charles M. Schaan – Radiation Safety Officer

ND License # 33-35523-01



C & J's NDT, Inc.

Certificate of Completion

Radiation Safety Course

"Annual Eight Hour RADIATION SAFETY Refresher Training"

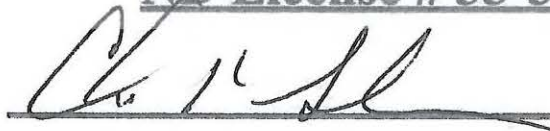
Is hereby presented to Christopher M. Schaan on this 6th day of January, 2012

for completion of the annual eight hour Radiation Safety Refresher Training.

Training was received in basic theory of Radioactivity, Biological interactions with Radiation, Standard Operating Procedures, Regulatory Requirements, Emergency Procedures, and Transportation Requirements.

Charles M. Schaan – Radiation Safety Officer

ND License # 33-35523-01



C & J's NDT, Inc.

Certificate of Completion

Radiation Safety Course

"Annual Eight Hour RADIATION SAFETY Refresher Training"

Is hereby presented to Christopher M. Schaan on this 4th day of January, 2013

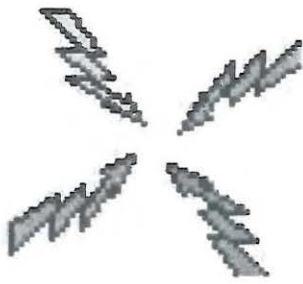
for completion of the annual eight hour Radiation Safety Refresher Training.

Training was received in basic theory of Radioactivity, Biological interactions with Radiation, Standard Operating Procedures, Regulatory Requirements, Emergency Procedures, and Transportation Requirements.

Charles M. Schaan – Radiation Safety Officer

ND License # 33-35523-01





C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

Lifetime RT Experience Hour Report

Employee: Chris Schaan

<u>Year</u>	<u>Position</u>	<u>Annual Hours</u>
2012	Radiographer	2924
2011	Radiographer	2869
2010	Radiographer	3161
2009	Radiographer	3342
2008	Radiographer	754
2008	Radiographer's Assistant	774

Signature: 
Charles M Schaan
President, C & J's NDT, Inc.

Certificate of Training

Awarded To

Christopher Schaan

Recognizing completion of 5 days of specialized instruction in

Radiation Safety Officer

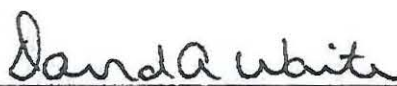
Presented By


Dade Moeller Training Academy

4100 West Flamingo Road, Suite 2200, Las Vegas, NV 89103
www.moellerinc.com/academy – 301-990-6006

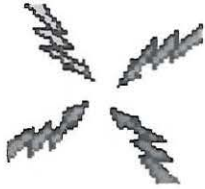
February 11 to February 15, 2013

ABIH has awarded this course 6.01 CM Points, CM Approval #09-4751
AAHP has awarded this course 32 Continuing Education Credits, 2009-00-076
ARRT and SNMT has awarded this course up to 40.5 CEH's, 024551-024555


David Waite, PhD, CHP


Thomas J. O'Dou, PhD, CHP, RRPT





C & J's NDT, Inc.
8194 W Deer Valley Rd
Ste 106-273
Peoria, AZ 85382
701-258-3881

ORGANIZATION CHART C & J's Nondestructive Testing Inc.

President/Owner

Chuck Schaan



Vice President

Chris Schaan



Secretary/Treasurer

Tim Schaan



Radiation Safety Officer

Chuck Schaan



Radiographers

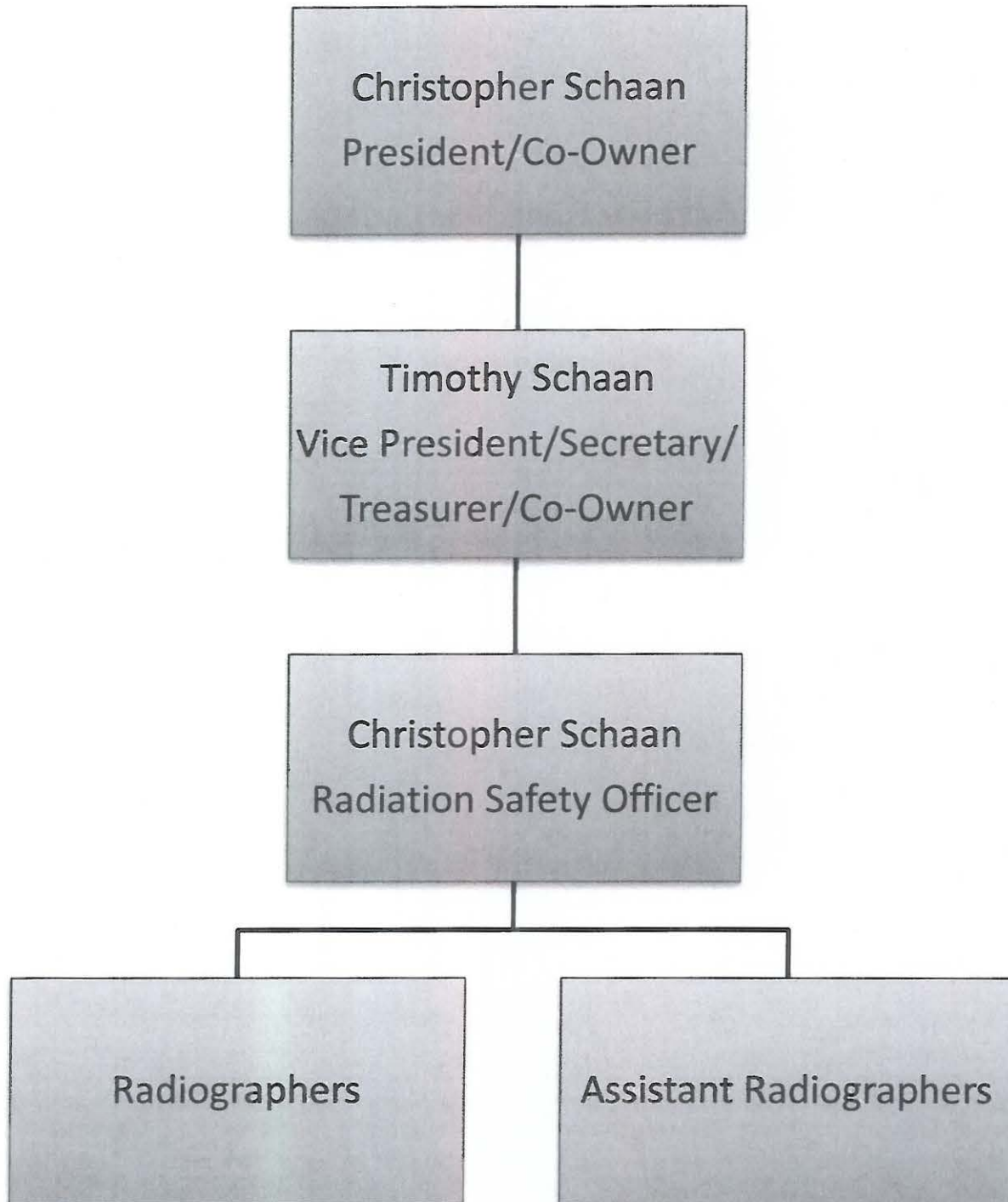


Radiographers Assistants



Paramount NDT, LLC

Paramount NDT, LLC Organizational Chart



Attachment C

8194 West Deer Valley Road, Suite 106-273
Peoria, AZ 85382
701-258-3881 Phone
701-258-5411 Fax

Revision 1, 8/1/2013



Flat Rate Mailing Envelope


Visit us at usps.com

INTERNATIONAL RESTRICTIONS APPLY:

Customs forms are required. Consult the International Mail Manual (IMM) at pe.usps.com or ask a retail associate for details.

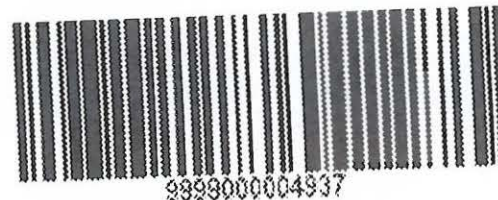


PS00001035014

 UNITED STATES POSTAL SERVICE®		Click.
P	usps.com 9410 8036 9930 0054 7	
	\$7.40 US POSTAGE	
	Flat Rate Env Signature Confirmation	
	03/24/14	Commercial Mailed from
PRIORITY MAIL 2-D		
TIMOTHY SCHAAN PARAMOUNT NDT, LLC 8194 W DEER VALLEY RD STE 106-273 PEORIA AZ 85382-2127		
Expecte		
SIGNATURE REQUIRED		
SHIP TO: ATTN: DOCUMENT CONTROL DESK U.S. NUCLEAR REGULATORY COMMISSION, REGION 1600 E LAMAR BLVD ARLINGTON TX 76011-4511		
USPS SIGNATURE TRACKING #		
		
9410 8036 9930 0054 7667 63		
Electronic Rate Approved #038555749		

FROM: Tim Schaan
CARR: United States Postal Service
TRK#: 420760119410803699300054766763
RCVD: 3/26/2014 0945

TO: HILL, Carol
PH:
BDG:
RM:
PCS: 1



RTE:
MSC:



Please
Recycle

This packaging is the property of the U.S. Postal Service® and is provided solely for use in sending Priority Mail® shipments. Misuse may be a violation of federal law. This packaging is not for resale. EP14F-P-PP © U.S. Postal Service; June 2012; All rights reserved.

EP14F-P-PP June 2012 © U.S. Postal Service

Schedule package pickup right from your home or office at usps.com/pickup
Print postage online