



**UNITED STATES  
NUCLEAR REGULATORY COMMISSION**  
REGION IV  
1600 E. LAMAR BLVD  
ARLINGTON TX 76011-4511

September 01, 2015

Ms. Cheré D. Morgan, Director  
INL Radiological Control  
Idaho National Laboratory  
2525 North Fremont Avenue  
Idaho Falls, ID 83415

SUBJECT: DEPARTMENT OF ENERGY PRIME CONTRACTOR EXEMPTION UNDER  
TITLE 10 CODE OF FEDERAL REGULATIONS (10 CFR) 30.12

Dear Ms. Morgan:

The U.S. Nuclear Regulatory Commission (NRC) received a request dated August 4, 2015, from the U.S. Department of Energy (DOE), Idaho National Laboratory (INL), to conduct training in North Bend, Washington, on September 2015 using sealed sources that are owned and controlled by INL. This training will be provided with the assistance of Battelle Energy Alliance, LLC (Battelle), a prime contractor with DOE INL. The training was described as joint training and field exercises between Idaho National Laboratory, Sandia National Laboratory, the Federal Bureau of Investigation (FBI), Seattle Police Department, and local law enforcement bomb squads on package interrogation techniques.

The NRC regulations provide an exemption in 10 *Code of Federal Regulations* (CFR) 30.12 to any prime contractor of DOE (such as INL) at a government owned or controlled site. However, if the prime contractor or subcontractor is performing work for DOE at another location which is not a government owned or controlled site, then the Commission needs to determine whether the exemption is authorized by law and whether, under the terms of the contract, there is adequate assurance that the work thereunder can be accomplished without undue risk to the public health and safety.

In this particular case, INL has requested to conduct work activities in the Agreement State. Under a Commission Policy Statement (46 FR 7540, January 23, 1981), Agreement States may issue case-by-case exemptions only upon a joint determination by the State and the NRC that the necessary findings have been made; hence, the requirement in Washington's regulations that the determination of the grant of a specific exemption be made jointly with the NRC.

The NRC has reviewed the salient parts of Battelle's prime management and operating contract with DOE INL. The review determined that the exemption under 10 CFR 30.12 is authorized by law. Additionally, the procedures submitted by DOE INL for conducting work activities in the State of Washington were reviewed. Based on this review, the NRC and the State of Washington have determined that there is adequate assurance that the activity can be accomplished without undue risk to public health and safety. Therefore, the exemption under 10 CFR 30.12 is authorized by law.

C. Morgan

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If there are any questions or comments concerning this review, please contact Roberto J. Torres, Senior Health Physicist, at 817-200-1189 or the undersigned at 817-200-1106.

Sincerely,

**/RA/**

Mark R. Shaffer, Director  
Division Nuclear Materials Safety

cc: David Jansen, P.E., Director  
Office of Radiation Protection  
Washington Department of Health  
P.O. Box 47280  
Olympia, WA 98504-7827

C. Morgan

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