Changes to the regulations are indicated as follows:

- Deleted text is indicated by double strike-through (strike-through).
- Additions to the regulation text are indicated by double underline (underline).
Adopt Section 30220 within Article 6 to read as follows:

§ 30220. Special Requirements for Issuance of Specific Licenses – Physical Protection of Category 1 and Category 2 Quantities of Radioactive Material.

(a) In addition to meeting the requirements set forth in sections 30194, 30194.1, 30195, 30195.1, 30195.2, 30195.3 and 30196, specific licenses shall be issued only if the applicant submits documentation demonstrating that it is capable of complying, and following issuance of the license will continue to comply, with the regulations governing the physical protection of category 1 and category 2 quantities of radioactive material in Title 10, Code of Federal Regulations (10 CFR), Part 37 and Appendix A of 10 CFR Part 37 (January 1, 2016), which are hereby incorporated by reference with the following exceptions.

(1) through (3)  No change to initial proposal.

(4) Except as follows, any reference to the United States Nuclear Regulatory Commission (NRC) or any component thereof shall be deemed to be a reference to the Department:

(A)  No change to initial proposal.

(B) Section 37.71 of 10 CFR 37. Any reference to the NRC shall be deemed to include both the NRC and the Department, the NRC, the Department, and any Agreement State, as applicable, except that any reference to “NRC’s license verification system” remains a reference to the NRC.

(5) through (10)  No change to initial proposal.