

October 26, 2000

ICF Consulting  
ATTN: Mr. Paul Bailey  
Senior Vice-President  
9300 Lee Highway  
Fairfax, VA 22031-1207

SUBJECT: REVIEW OF MOLYCORP INSTITUTIONAL CONTROLS FOR  
DECOMMISSIONING - TASK ONE OF CONTRACT J5305

Dear Mr. Bailey:

Enclosed is a non-standard submittal for your review under Task One of the Award Contract.

Molycorp submitted a revised decommissioning plan dated July 14, 2000, for its Washington, PA facility. Several sections and appendices of the plan are attached for your review:

- Section 6.0, Institutional Controls
- Section 7.0, Financial Assurance [for Institutional Controls]
- Section 9.0, Cost Estimate and Funding [for the total decommissioning project]
- Appendix B, Agreement [for Enforceable Institutional Controls]
- Appendix C, Covenants, Restrictions and Negative Easements
- Appendix D, Trust Fund Agreement [for Institutional Controls Funding]
- Appendix E, Calculation of First Year Annual Cost of Institutional Controls for On Site Storage Cell at the Molycorp, Inc. Washington, PA Facility

Please review and comment on the portions of the plan listed above for conformance to applicable regulatory requirements and guidance.

In addition to the portions of the plan you are to review, we have attached Section 8.0, Site Specific Advisory Board, of the plan. This is background material for your information and no review of it is requested.

Your scheduled delivery date of comments on these documents is 45 calendar days from the date of this letter. The action taken by this letter is considered within the scope of the current Award Contract, J5305. No change in cost or delivery of product is authorized. Please notify me immediately if you believe this letter would result in changes to costs or delivery of contract products.

If you have any questions, please contact me at 301-415-5971.

Sincerely,

***/RA/***

Thomas L. Fredrichs, Project Manager  
Facilities Decommissioning Section  
Decommissioning Branch  
Division of Waste Management  
Office of Material Safety  
and Safeguards

Enclosure:  
Portions of Decommissioning Plan  
as noted

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Sincerely,

**/RA/**

Thomas L. Fredrichs, Project Manager  
Facilities Decommissioning Section  
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Division of Waste Management  
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