U.S. NUCLEAR REGULATORY COMMISSION		DATE: 3/8/2001
TELEPHONE OR VERBAL CONVERSATION RECORD		TIME: 11:20 am
PARTICIPANTS: Tom Fredrichs	ORGANIZATION: NMSS/DWM/DCB	PHONE NUMBER: 301-415-5971
LICENSE NO. 07-00455-02 07-00455-37 07-00455-38 07-00455-40 07-13441-02	DOCKET NO. 03003852 03019346 03019936 03034730 03020681	MAIL CONTROL NO. N/A
SUBJECT: Letter dated 2/16/2001 about Dupont Financial Assurance		

SUMMARY:

Mr. Fredrichs said the Chairman's office received the bank's letter dated 1/18/2001 and gave it to NMSS. NMSS reacted to the Chairman's request for them to handle the matter. So Mr. Fredrichs called the bank and reviewed LTS. From his conversation with the bank, he learned that the bank has many standby trust agreements for Dupont; some are for the NRC and others are for EPA and possibly other agencies. From LTS he was perplexed. He was concerned that the NRC did not have up-to-date financial assurance (FA) for five DuPont licenses.

I informed Mr. Fredrichs that 2 of the 5 licenses have been retired and in one of the retired licenses we have a letter returning the FA documents. So there is no problem with them. The other three Dupont licenses are confusing. One is for the experimental station, another for the Stine-Haskell Research Center and the third is a combination of the experimental station and Stine-Haskell. However, for all three active Dupont licenses, there are FA instruments in place. There is a self-guarantee in the amount of $10,200,000 and a letter of credit for $10,645,233.14. We recently performed an audit of our FA files and noted that this is a sufficient amount. LTS has been updated to reflect these amounts.

Mr. Fredrichs was pleased to here that we had this under control. I asked him if the bank needed anything from us. He said he has not heard from the bank since his phone call and we do not need to write to the bank. He did ask us to write a letter to his boss, Mr. Robert Nelson, explaining that there is sufficient FA for Dupont. I told him that would not be a problem. I asked him that in the future to just forward these matters directly to our office. He said that he would have done it - but it was the Chairman's office.

PERSON DOCUMENTING K Modes	DATE: 3/8/2001
ACTION TAKEN: Edit letter to Nelson	Completed K Modes DATE: 3/8/2001