

CROW BUTTE RESOURCES, INC.

86 Crow Butte Road
P.O. Box 169
Crawford, Nebraska 69339-0169



(308) 665-2215
(308) 665-2341 – FAX

November 5, 2002

Mr. Daniel M. Gillen
Branch Chief
Fuel Cycle Licensing Branch
Division of Fuel Cycle Safety and Safeguards
c/o Document Control Desk
U.S. Nuclear Regulatory Commission
Washington D.C. 20555

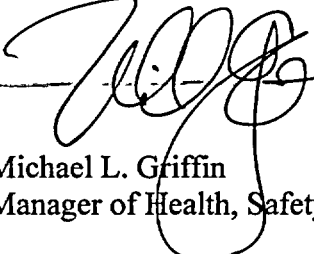
Subject: Surety Related Correspondence
Source Materials License SUA-1534
Docket Number 40-8943

Dear Mr. Gillen:

In accordance with the requirements of License Condition 9.5, Crow Butte Resources, Inc. (CBR) is submitting a copy of surety related correspondence from the State of Nebraska. Attached please find the acceptance of the Fiscal Year (FY) 2003 surety estimate from the Nebraska Department of Environmental Quality (NDEQ).

If you have any questions, please feel free to contact me at (308) 665-2215.

Sincerely,
CROW BUTTE RESOURCES, INC.



Michael L. Griffin
Manager of Health, Safety, and Environmental Affairs

Attachments: As Stated

cc: U.S. Nuclear Regulatory Commission
Mr. John Lusher - ADDRESSEE ONLY
Fuel Cycle Licensing Branch
Mail Stop T-8A33
Washington, DC 20555

NMS501

STATE OF NEBRASKA

RECEIVED



Mike Johanns
Governor

OCT 28 2002

POWER RESOURCES, INC.
DENVER

OCT 23 2002

DEPARTMENT OF ENVIRONMENTAL QUALITY

Michael J. Linder
Director

Suite 400, The Atrium

1200 'N' Street

P.O. Box 98922

Lincoln, Nebraska 68509-8922

Phone (402) 471-2186

FAX (402) 471-2909

Mr. Stephen Collings, President
Crow Butte Resources, Inc.
274 Union Blvd, Ste 310
Lakewood, CO 80228

Dear Mr. Collings:

On September 26, 2002, the Nebraska Department of Environmental Quality received a copy of the Surety Cost Estimate document submitted by Crow Butte Resources, Inc. to estimate costs associated with mining, restoration, decommission, and reclamation at the Uranium Facility through Fiscal Year (FY) 2003.

The Department has reviewed the document for sufficiency and compliance with Chapter 13, Title 122 - Rules and Regulations for Underground Injection and Mineral Production Wells. As a result of this review, the Department has determined that \$12,816,973.00 is adequate under existing site conditions.

If you have any questions or comments concerning this letter or the review of the Surety Cost Estimate document, please contact David Miesbach of my staff at (402) 471-4982.

Sincerely,

A handwritten signature in black ink, appearing to read "M. Linder", written over a horizontal line.

Michael J. Linder
Director

ML/dm
dave/cbr/letter/surety1.doc