



Smith Ranch - Highland
Uranium Project
P. O. Box 1210
Glenrock, Wyoming USA 82637
Casper: 307-235-1628
Douglas: 307-358-6541
Fax: 307-358-4533

April 8, 2005

ATTN: Document Control Desk
Mr. Gary Janosko, Chief
Fuel Cycle Licensing Branch, NMSS
Mail Stop T-8A33
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

RE: Smith Ranch – Highland Uranium Project
Docket No. 40-8964, License No. SUA-1548
North Butte and Ruth Projects
WDEQ Related Surety Correspondence

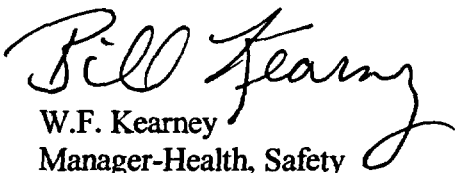
Dear Mr. Janosko:

In accordance with License Condition 9.5 of Source Material License SUA-1548, please find the surety related correspondence from the Wyoming Department of Environmental Quality (WDEQ), Land Quality Division (LQD) concerning the North Butte and Ruth Projects. As conveyed to NRC by Power Resources Inc. (PRI) in the December 9, 2004 correspondence and confirmed by the NRC in correspondence dated January 6, 2005, due to the non-operational status of these operations, both the NRC and WDEQ agreed that the existing surety estimates for the Ruth and North Butte Projects were sufficient for the upcoming period.

Accordingly, the attached correspondence from the WDEQ-LQD shows the approval of the bond amounts of \$78,000 for the North Butte Project and \$104,600 for the Ruth Project. The existing Letters of Credit have automatically been extended by the issuing institution.

If you have any questions or need additional information, please call me at 307-358-6541 ext 62.

Sincerely,


W.F. Kearney
Manager-Health, Safety
& Environmental Affairs

WFK

cc: S.P. Collings K. Milmine
C. Foldenauer File SR-4.6.4.1



A member of the Camco group of companies



Department of Environmental Quality

To protect, conserve and enhance the quality of Wyoming's environment for the benefit of current and future generations.

Dave Freudenthal, Governor

John Corra, Director

File Ruth 7.1
cc. CF, SPC, Ketchum
over 4/1/05

March 24, 2004

CERTIFIED MAIL RETURN RECEIPT REQUESTED # 7003 2260 0002 0199 6393

Mr. W.F. Kearney
Power Resources, Inc.
P.O. Box 1210
Glenrock, WY 82637

RE: Bond Amount for Permit No. 631, (Ruth ISL Project)

Dear Mr. Kearney:

The information presented in the 2003-2004 Annual Report for Permit No. 631 has been reviewed by the Land Quality District 3 staff, and the last site inspection was conducted on July 22, 2004.

In accordance with W.S. §35-11-411(d), the bond amount is set at \$104,600.00. This represents no change to the current amount.

This bond amount is based only on an estimate of the cost of the state performing reclamation in the event of bond forfeiture. If this estimate proves to be less than the amount required, the Department will bring suit to recover the additional cost as allowed under W.S. §35-11-422.

Should you have any questions, please contact Mark Taylor in the Sheridan District Office at (307) 672-6488.

Sincerely,

John V. Corra
Director
Department of Environmental Quality

JVC:mt

xc: Deanna Hill - Cheyenne DEQ-LQD
District 3



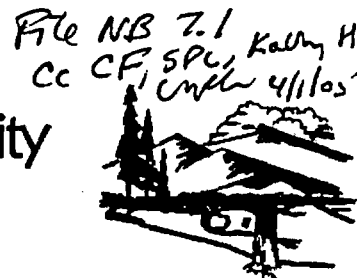


Department of Environmental Quality

To protect, conserve and enhance the quality of Wyoming's environment for the benefit of current and future generations.

Dave Freudenthal, Governor

John Corra, Director



March 24, 2005

MAR 29 2005

CERTIFIED MAIL RETURN RECEIPT REQUESTED # 7003 2260 0002 0199 6386

Mr. W.F. Kearney
Power Resources, Inc.
P.O. Box 1210
Glenrock, WY 82637

RE: Bond Amount for Permit No. 632, (North Butte ISL Project)

Dear Mr. Kearney:

The information presented in the 2004-2005 Annual Report for Permit No. 632 has been reviewed by the Land Quality District 3 staff, and the last site inspection was conducted on November 17, 2004.

In accordance with W.S. §35-11-411(d), the bond amount is set at \$78,800.00. This represents no change to the current amount.

This bond amount is based only on an estimate of the cost of the state performing reclamation in the event of bond forfeiture. If this estimate proves to be less than the amount required, the Department will bring suit to recover the additional cost as allowed under W.S. §35-11-422.

Should you have any questions, please contact Mark Taylor in the Sheridan District Office at (307) 672-6488.

Sincerely,

John V. Corra
Director
Department of Environmental Quality

JVC:mt

xc: Deanna Hill - Cheyenne DEQ-LQD
District 3

