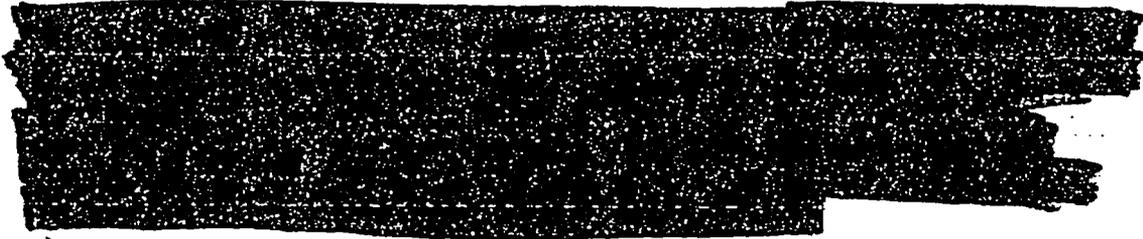
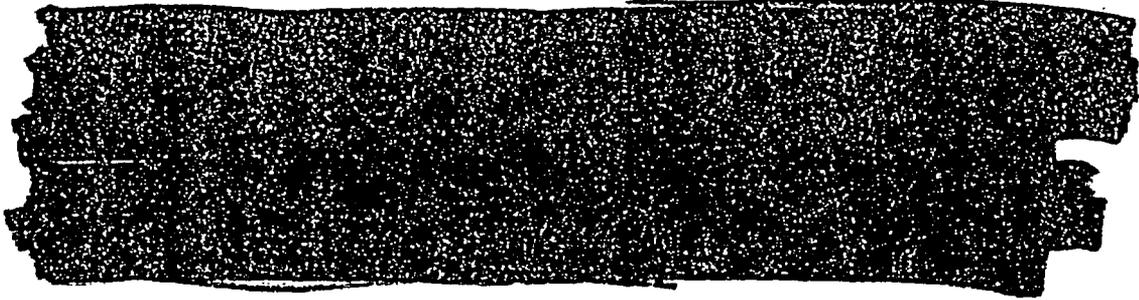


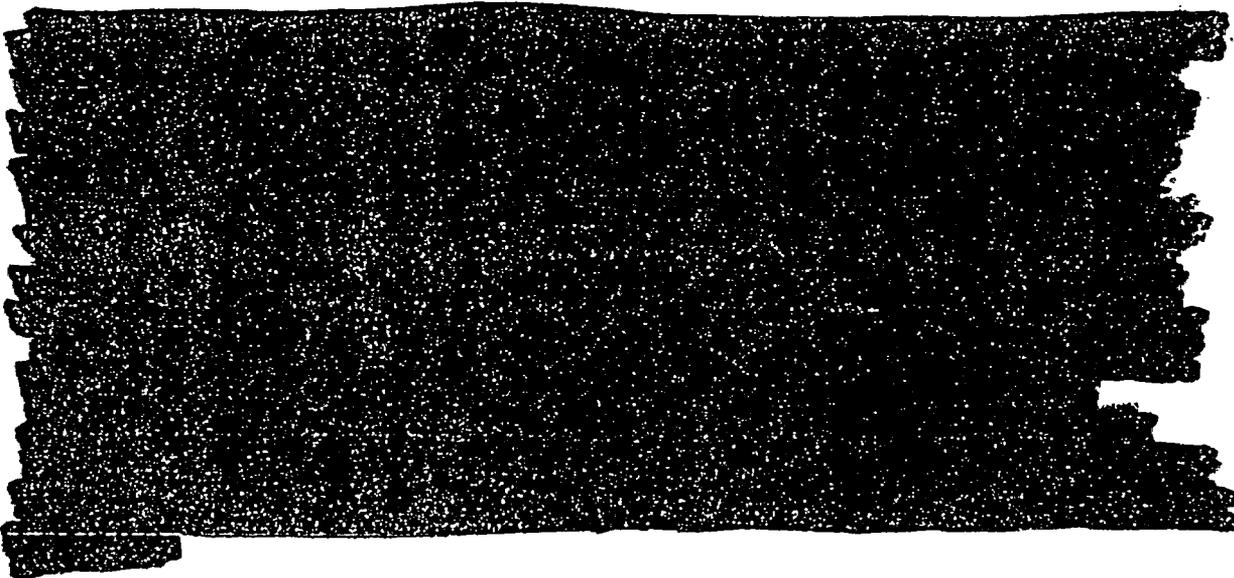
RAS 10265

LICENSE APPLICATION - FINANCIAL

1-1



RESPONSE



~~PROPRIETARY~~

LICENSE APPLICATION - FINANCIAL

1-2 Provide the forecast initial use and/or total use over the life of the PFSF (in KGU or MTU) as a sum for all eight Members, based on the most recent forecast.

RESPONSE

The forecast total use for the eight Members is [REDACTED] MTU.

DOCKETED
USNRC

2005 AUG -8 PM 2:56

ADJUDICATIONS SECTION
REGISTRY

NUCLEAR REGULATORY COMMISSION

Docket No. 72-22 Official Exh. No. 13
 In the matter of Private Fuel Storage
 State State
 Status: IDENTIFIED
 RECEIVED
 REJECTED
 Date: 6-22-00
 Witness: Sheehan
 Reporter: L. Shinderling

~~PROPRIETARY~~

LICENSE APPLICATION - FINANCIAL

- 1-3 Provide the approximate costs of any rail alternative which PFS is considering. Clarify whether the costs of the rail options are included in the \$100 million construction cost estimate and license application.

RESPONSE



~~PROPRIETARY~~

LICENSE APPLICATION

LA Appendix B, Chapter 5, Section 5-2

- 1-8 (a) Provide a description of the specific methods which will be used to monitor the annual adjustments in anticipated decommissioning costs as proposed by PFS on page 5-2 of Appendix B of the PFS LA.
- The description should include the use of a specific indicator of inflation, revised cost estimates, or other means by which PFS will monitor expected changes in specific components of expected future decommissioning costs.
- (b) Indicate what method will be used to assure additional funds if for some reason(s) the actual facility and site decommissioning costs were to be significantly greater than the estimated \$1,631,000.

RESPONSE

- (a) Changes in the cost of decommissioning will be accounted for through an annual review of the decommissioning cost estimate to ensure that both the individual elements and the overall estimate either remain valid or are revised to account for any changes in the tasks, scope, cost or schedule for decommissioning. Additionally, the decommissioning cost estimate will be adjusted annually to account for the effects of inflation, utilizing the conservatively high Consumer Price Index, published by the Bureau of Labor Statistics. The amount of the Letter of Credit will be adjusted to account for any changes in the overall decommissioning costs and for deposits into the external sinking fund.
- (b) The most significant element in providing sufficient financial assurance for future decommissioning costs is a decommissioning cost estimate which is both comprehensive and conservative. A good cost estimate, which is reviewed and adjusted annually, will not involve uncertainties which could cause the total amount to be exceeded. A financial assurance amount based on such a conservative cost estimate will in fact be adequate to cover all costs associated with decommissioning.