



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION I
475 ALLENDALE ROAD
KING OF PRUSSIA, PENNSYLVANIA 19406-1415

October 11, 2006

Docket No. 04008980

License No. SMB-1541

Edele Hovnanian
Sr. Executive Vice President
Hovnanian Industries
4000 Route 66
Tinton Falls, NJ 07753

SUBJECT: RETURN OF ORIGINAL DECOMMISSIONING FINANCIAL ASSURANCE
INSTRUMENTS

Dear Ms. Hovnanian:

This refers to your March 4, 2005 request to terminate your Materials License No. SMB-1541.

On September 19, 2006, we terminated License No. SMB-1541, and you no longer require financial assurance. We are returning the originals of your financial assurance instruments, which may be terminated.

We have no further questions at this time.

Thank you for your cooperation.

Sincerely,

Original signed by Marie Miller

Marie Miller, Chief
Decommissioning Branch
Division of Nuclear Materials Safety

cc:

Ronald J. Reid, Wachovia Bank
(Formerly First Union National Bank)

Enclosures:

1. Standby Trust Agreement, dated July 8, 1999 (ADAMS Accession No. ML062770153)
2. Letter of Credit from First Fidelity Bank (now First Union National Bank), dated February 1, 1995 (ADAMS Accession no. ML062770153)

Certified Mail
Return Receipt Requested

E. Hovnanian
Hovnanian Industries

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bcc:
Sheryl Villar

DOCUMENT NAME: E:\Filenet\ML062840702.wpd

SUNSI Review Complete: MMcLaughlin

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NAME	MmcLaughlin/MTM for MMM		MMiller/MTM					
DATE	10/11/2006		10/11/2006					

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