

August 24, 2007

10 CFR 30.35(b)

U. S. Nuclear Regulatory Commission
Division of Nuclear Materials Safety
Region I
475 Allendale Road
King of Prussia, Pennsylvania 19406-1415

Gentlemen:

In the Matter of)	Docket Nos.	030-03572
Tennessee Valley Authority)		030-09944
			030-33440
			030-35695

TENNESSEE VALLEY AUTHORITY (TVA) - RESPONSE TO REQUEST FOR ADDITIONAL INFORMATION CONCERNING FINANCIAL ASSURANCE DOCUMENTS (NRC MAIL CONTROL NOS. 137027, 137028, 137029, AND 137030)

- References:
1. NRC letter to TVA dated July 25, 2007, "Tennessee Valley Authority, Request for Additional Information Concerning Financial Assurance Documents, Control Nos. 137030, 137027, 137029, and 137028"
 2. NRC letter to TVA dated March 20, 2007, "Tennessee Valley Authority, Request for Additional Information Concerning Financial Assurance Documents, Control Nos. 137030, 137027, and 137029"
 3. NRC letter to TVA dated March 20, 2007, "Tennessee Valley Authority, Request for Additional Information Concerning Financial Assurance Documents, Control No. 137028"

As requested in Reference 1, this letter provides the status and schedule for providing the additional information requested in References 2 and 3.

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As discussed in Reference 2, TVA had previously certified \$1,125,000 financial assurance for decommissioning for each of the following licenses: 01-06113-04 for TVA'S Western Area Radiological Laboratory; 01-25284-01 for TVA's Mixed Waste Facility; and 41-08165-08 for TVA's Power Service Shop. Reference 2 indicated that the above licenses meet the criteria for the prescribed values specified in 10 CFR 30.35(d), 10 CFR 70.25(d) and that those values are additive. As such, a certification of financial assurance for \$2,250,000 (using prescribed values) is required for each of the above licenses.

TVA is in the process of obtaining the appropriate documentation to provide the necessary certification of financial assurance for the above licenses. TVA expects to provide this documentation to NRC by November 30, 2007.

As discussed in Reference 3, TVA had previously certified \$1,125,000 financial assurance for decommissioning for license 41-08165-18 for TVA's Central Laboratory and Norris Engineering Laboratory based on prescribed values. Reference 3 indicated that this license, as written, does not allow the use of prescribed values for decommissioning costs, but requires the preparation of a decommissioning funding plan (DFP).

TVA is in the process of generating a DFP for this license. If the DFP cost estimate is greater than TVA's current certification of financial assurance for this license, a revised financial assurance instrument in the prescribed amount of the cost estimate will be submitted to NRC. If the DFP cost estimate is equal to or less than TVA's current certification of financial assurance for this license, TVA will inform NRC that the current certification is sufficient. TVA expects to provide this documentation to NRC by November 30, 2007.

There are no regulatory commitments contained in this letter.

If you have any questions, please contact Russell R. Thompson at (423) 751-7737.

Sincerely,

Original signed by

Beth A. Wetzel

cc: U. S. Nuclear Regulatory Commission
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