

February 4, 2011

Mr. Larry A. Smith, Plant Manager
Honeywell Metropolis Works
Honeywell International, Inc.
P.O. Box 430
Highway 45 North
Metropolis, IL 62960

SUBJECT: RECEIPT OF UPDATED FINANCIAL INSTRUMENTS BASED ON APPROVED
2009 DECOMMISSIONING COST ESTIMATE, HONEYWELL METROPOLIS
WORKS

Dear Mr. Smith:

By letter dated October 14, 2010 (Agencywide Documents Access and Management System [ADAMS] Accession No. ML101870106), as supplemented by letter dated November 3, 2010 (ADAMS Accession No. ML103070156), the U.S. Nuclear Regulatory Commission (NRC) approved Honeywell Metropolis Works' (Honeywell's) executed copies of the financial instruments and a Certification of Financial Assurance, which were submitted for NRC's review in a letter dated April 6, 2010 (ADAMS Accession No. ML100980032).

By letter dated September 16, 2010 (ADAMS Accession No. ML102170169), the NRC approved Honeywell's 2009 decommissioning cost estimate (DCE) of \$186,610,047 as provided by Honeywell's letter dated January 8, 2010 (ADAMS Accession No. ML100150095), and supplemented by letter dated August 5, 2010 (ADAMS Accession No. ML102230042). As stated in NRC's September 16, 2010, letter, Honeywell must submit an updated financial assurance to reflect the new DCE within 30 days of the approval date.

By letter dated October 13, 2010, Honeywell submitted an executed Surety Bond rider, revised Standby Trust schedules and revised Certification of Financial Assurance (collectively, "financial instruments") to the NRC. This letter acknowledges the NRC's receipt of these financial instruments. The surety bond rider revises the penal sum of the Surety Bond to \$186,610,047. The updated Schedules A and B to Honeywell's Standby Trust Agreement, and the revised Certification of Financial Assurance, reflect the revised penal sum of \$186,610,047.

In accordance with Title 10 of the *Code of Federal Regulations* 2.390 of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the NRC's Public Document Room or from the Publicly Available Records System component of NRC's ADAMS. ADAMS is accessible from the NRC's Web site at <http://www.nrc.gov/reading-rm/adams.html>.

L. Smith

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If there are any questions regarding this action, please contact me at 301-492-3217 or via e-mail to Tilda.Liu@nrc.gov.

Sincerely,

/RA/

Tilda Y. Liu, Sr. Project Manager
Advanced Fuel Cycle, Enrichment,
and Uranium Conversion Branch
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
and Safeguards

Docket No. 40-3392
License No. SUB-526

cc: Mr. Michael Greeno
Nuclear Regulatory Affairs Manager
Honeywell Metropolis Works
P.O. Box 430
Highway 45 North
Metropolis, IL 62960

If there are any questions regarding this action, please contact me at 301-492-3217 or via e-mail to Tilda.Liu@nrc.gov.

Sincerely,

/RA/

Tilda Y. Liu, Sr. Project Manager
Advanced Fuel Cycle, Enrichment,
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