

Garrett, Betty

From: Webb, James
Sent: Monday, October 01, 2012 2:33 PM
To: Paulson, Oscar (RTE)
Cc: Schutterle, Shelley (RTE)
Subject: RE: Surety Update Approval Letter

Mr. Paulson,

Thank you for your email dated October 1, 2012 and the correction(s). Your email is correct and the revised surety amount should be completed within three (3) months and not thirty (30) days as stated in our September 27, 2012 letter. Also, as we have discussed via phone this morning, the statement in the first paragraph should state,

“A surety rebaseline is not required since such a rebaseline was performed for the previous license *amendment* approved in 2009.”

This email will be forwarded to ADAMS noting the corrections.

James Webb
Project Manager
USNRC
Washington D.C.

From: Paulson, Oscar (RTE) [<mailto:Oscar.Paulson@riotinto.com>]
Sent: Monday, October 01, 2012 10:17 AM
To: Webb, James
Cc: Schutterle, Shelley (RTE)
Subject: Surety Update Approval Letter

James Webb:

The following:

- Kennecott Uranium Company received the letter dated September 27, 2012 this morning approving the surety update submitted under of cover of letter dated July 17, 2012.
- The approval letter states:
 - *Consistent with License Condition 9.7, KUC shall provide financial assurance in an amount no less than \$10, 870,000 **within 30 days** (emphasis added) of receipt of this letter, and it is recommended that KUC appropriately amend the schedules to its Standby Trust Agreement to reflect **his** change, accordingly.*
- License Condition 9.7 states in part:
 - *Annual updates to the surety amount required by 10 CFR 40, Appendix A, Criteria 9 and 10, shall be submitted to the NRC at least three (3) months prior to the anniversary date (October 30) of the approved surety arrangement. If the NRC has not approved a proposed revision to the surety coverage thirty (30) days prior to the expiration date of the existing surety arrangement, the licensee shall extend the existing surety arrangement. The revised surety amount will be in effect **within three (3) months** (emphasis added) of written NRC approval.*

Please provide either an amended cover letter reflecting the three (3) month time frame in License Condition 9.7 or an e-mail (also filed in ADAMS) noting the error and stating that the time frame for providing a revised surety is three (3) months, consistent with License Condition 9.7.

Thank you!

Oscar Paulson

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Avis:

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