## November 1, 2012

Michele M. Gutman Deputy General Counsel Westinghouse Electric Company, LLC Suite 138 1000 Westinghouse Drive Cranberry Township, PA 16066

SUBJECT: ANNUAL CERTIFICATION OF THE PARENT COMPANY GUARANTEE (TAC NO. L33226)

Nuclear facilities licensed under Title 10 of the *Code of Federal Regulations* (10 CFR) Part 70 are required to establish adequate financial assurance for decommissioning, decontamination and reclamation pursuant to 10 CFR Part 70.25, "Financial Assurance and Recordkeeping for Decommissioning." The Westinghouse Electric Company, LLC (Westinghouse), is a holder of two Special Nuclear Materials (SNM) Licenses, SNM-1107 and SNM-33, for its Columbia Fuel Facility Fabrication Facility (CFFF) located in Columbia, SC; and its Hematite Facility (Hematite) located in Festus, MI, respectively. Westinghouse uses a Parent Company Guarantee (PCG) for financial assurance of decommissioning.

In a letter dated June 26, 2012, to the U.S. Nuclear Regulatory Commission (NRC), Westinghouse updated its PCG of financial assurance. In response to a Request for Additional Information from the NRC, Westinghouse also submitted a letter dated September 14, 2012.

On the basis of the staff's review of the submitted information, Westinghouse has demonstrated to the NRC that: (1) the financial condition of its parent company, Toshiba, meets the requirements of 10 CFR Part 30, Appendix A; (2) the amount guaranteed by the PCG is equal to the sum of the approved cost estimates for the CFFF and Hematite; (3) the language of the PCG, Chief of Financial Officer's Letter, Chief Executive Officer's Letter, and auditor's special report submitted by cover letter dated June 26, 2012, are consistent with NRC guidance.

The NRC staff finds that Westinghouse meets all applicable regulations in regards to this year's certification of the PCG. The NRC staff has no further questions at this time.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records System component of the NRC's Agencywide Documents Access and Management System (ADAMS). ADAMS is accessible from the NRC Web site at <a href="http://www.nrc.gov/reading-rm/adams.html">http://www.nrc.gov/reading-rm/adams.html</a> (the Public Electronic Reading Room).

This letter both concludes the action on the annual review of the parent company guarantee and closes the assigned Technical Assignment Control Number L33226.

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If you have questions regarding this matter, please contact me at (301) 492-3189, or via e-mail at <a href="mailto:christopher.ryder@nrc.gov">christopher.ryder@nrc.gov</a>.

Sincerely,

/RA/

Christopher Ryder, Licensing Project Manager Fuel Manufacturing Branch Division of Fuel Cycle Safety and Safeguards Office of Nuclear Material Safety and Safeguards

Docket Nos. 70-1151, 70-36 License Nos. SNM-1107, SNM-33

cc: Mr. Gerard Couture, Westinghouse

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Christopher Ryder, Licensing Project Manager Fuel Manufacturing Branch Division of Fuel Cycle Safety and Safeguards Office of Nuclear Material Safety and Safeguards

Docket Nos. 70-1151, 70-36 License Nos. SNM-1107, SNM-33

cc: Mr. Gerard Couture, Westinghouse

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