

# Yale FINANCE AND BUSINESS OPERATIONS

06-00183-03  
06-00183-08

03000582  
03038333

SHAUNA KING  
Vice President for Finance  
and Business Operations  
PO Box 208304  
New Haven CT 06520-8304  
T 203 432-1096  
F 203 432-0130  
shauna.king@yale.edu

September 15, 2014

*courier*  
25 Science Park, 6th Floor, Room 610  
New Haven CT 06511

U.S. NRC Region I  
2100 Renaissance Blvd., Suite 100  
King of Prussia, PA 19406-2713

*Br. 2*

Attention: Dennis Lawyer, Health Physicist  
Division of Nuclear Materials Safety

Re: Yale University – Annual Financial Test Submittal (License No. 06-00183-03 and License No. 06-00183-08) Self-Guarantee under 10 CFR Part 30 and Part 70.

REF NO 10925714M1034

Ladies and Gentlemen:

I am the Vice President for Finance and Business Operations of Yale University, a nonstock corporation specially chartered by the General Assembly of the Colony and State of Connecticut. Yale University is a private, not-for-profit university, whose tax-exempt status is recognized by the IRS determination letter attached hereto. This letter is in support of the University's use of the self-guarantee financial test to demonstrate financial assurance, as specified in 10 CFR Parts 30 and 70. The University has no parent company holding majority control of its voting stock.

The University guarantees, through the self-guarantee submitted to demonstrate compliance under 10 CFR Parts 30 and 70, the decommissioning of the following facilities owned or operated by the University. The current cost estimates or certified amounts for decommissioning, so guaranteed, are shown for each facility:

<u>Name of Facility</u>	<u>License Numbers</u>	<u>Location of Facility</u>	<u>Certified Amounts or Current Cost Estimates</u>
Yale University campuses	06-00183-03 SNM-52 (Broadscope License)	New Haven, CT/ West Haven-Orange, CT/ 34 Park St., New Haven, CT	\$1,125,000 and \$225,000 for the Special Nuclear Materials on this license
Yale University PET Research Center Cyclotron	06-00183-08 (PET Accelerator Production License)	801 Howard Avenue New Haven, CT 06520-8048	\$227,317

*584981*  
*584982*

I hereby certify that Yale University is currently a going concern, and that it possessed positive net assets in the amount of no less than \$22.2 billion at June 30, 2013. The calculation of the University's net assets at June 30, 2013 was derived from the University's independently audited, year-end financial statements and footnotes for the latest completed fiscal year ended June 30, 2013.

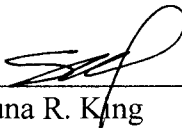
The University is not required to file a Form 10-K with the U.S. Securities and Exchange Commission for the latest fiscal year.

The University satisfies the following self-guarantee test.

- (a) A current rating for its most recent uninsured, uncollateralized, and unencumbered bond issuance of AAA, AA, or A as issued by Standard & Poor's or Aaa, Aa, or A as issued by Moody's.

<b>YALE BOND ISSUANCE CREDIT RATINGS</b>						
Series	Amount	Moody's Rating	S&P Rating	Date of Issuance	Date of Maturity	Rating "A" or better?
Z-1	\$400 million	Aaa	AAA	09/13/2007	07/01/2042	Yes
Z-2	\$100 million	Aaa	AAA	10/03/2007	07/01/2042	Yes
Z-3	\$100 million	Aaa	AAA	10/03/2007	07/01/2042	Yes
2010A-1	\$79,975,000	Aaa	AAA	02/24/2010	07/01/2025	Yes
2010A-2	\$150 million	Aaa	AAA	02/24/2010	07/01/2040	Yes
2010A-3	\$150 million	Aaa	AAA	02/24/2010	07/01/2049	Yes
2010A-4	\$150 million	Aaa	AAA	02/24/2010	07/01/2049	Yes
2013A	\$100 million	Aaa	AAA	07/02/2013	07/01/2042	Yes
2014A	\$250 million	Aaa	AAA	07/23/2014	07/01/2048	Yes

I hereby certify that the content of this letter is true and correct to the best of my knowledge.

  
\_\_\_\_\_  
Shauna R. King  
Vice President for Finance  
and Business Operations  
September 15, 2014



## Report of Independent Accountants

To the President and Fellows  
of Yale University:

We have performed the procedures enumerated below, which were agreed to by Yale University (the "University") and the U.S. Nuclear Regulatory Commission ("NRC"), solely to assist you in the University's compliance with the NRC financial assurance regulations, 10 CFR Parts 30 and 70, as of June 30, 2014, as detailed in the "Letter from [name], Vice President of Finance and Business Operations of Yale University" (the "Letter") to be provided to the NRC. The Company is responsible for the Letter. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

1. On date June 30, 2014 and September 22, 2014, we compared the Moody's credit rating for each of the Yale Bond issuances included in the table under the self-guarantee test in the Letter to information obtained from an external, publicly available source ([www.moody.com](http://www.moody.com)) and found the Moody's ratings for each of the Yale Bond issuances to be in agreement.
2. On June 30, 2014 and September 22, 2014, we compared the Standard and Poors ("S&P") credit rating for each of the Yale Bond issuances included in the table under the self-guarantee test in the Letter to information obtained from an external, publicly available source ([www.standardandpoors.com](http://www.standardandpoors.com)) and found the S&P ratings for each of the Yale Bond issuances to be in agreement.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on the Letter. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of Yale University and the U.S. Nuclear Regulatory Commission, and is not intended to be and should not be used by anyone other than these specified parties.

PricewaterhouseCoopers LLP

September 22, 2014