

August 11, 2016

Mr. John Albritton, Plant Manager
Honeywell Metropolis Works
Honeywell International, Inc.
P.O. Box 430
2768 North US 45 Road
Metropolis, IL 62960

SUBJECT: RECEIPT OF ADDITIONAL FINANCIAL ASSURANCE DOCUMENTS
REFLECTING UPDATED DECOMMISSIONING COST ESTIMATE,
HONEYWELL METROPOLIS WORKS, COST ACTIVITY CODE NUMBER
L34349

Dear Mr. Albritton:

This letter acknowledges receipt of your letter dated July 20, 2016 (Agencywide Documents Access and Management System [ADAMS] Accession Number ML16209A030), in which Honeywell Metropolis Works (MTW) transmitted to the U.S. Nuclear Regulatory Commission (NRC) an updated Certification of Financial Assurance and an additional letter of credit, that provided the required decommissioning financial assurance to reflect the updated decommissioning cost estimate (DCE) for the MTW facility. By letter dated June 27, 2016 (ADAMS Accession Number ML16166A252), the NRC approved Honeywell's 2015 DCE, and stated that Honeywell must submit an updated Certification of Financial Assurance reflecting the updated cost estimate of \$254,238,000 to the NRC within 30 days, along with financial assurance in an amount no less than \$254,238,000.

In its July 20, 2016, letter, Honeywell stated its enclosed Certification of Financial Assurance reflects the updated DCE, which was approved by NRC on June 27, 2016. The additional letter of credit provided by Honeywell, effective as of July 27, 2016, is in the amount of \$56,883,644. The NRC staff noted that, when combined with the letters of credit already in place, which total \$197,354,356, Honeywell meets its financial assurance obligations associated with the updated DCE of \$254,238,000.

In addition, the NRC staff noted that in its letter dated July 20, 2016, Honeywell enclosed three original partially-executed copies of "Amendment 3 to Standby Trust Agreement (STA)" to reflect the use of the additional letter of credit in the amount of \$56,883,644. On behalf of the NRC, I have signed, in acknowledgement and agreement of the three original STA amendments, and retained one for NRC official files. Per your request, the remaining two STA documents will be sent to Mr. Mark Wolf, Nuclear Compliance Director, separately from this letter.

J. Albritton

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In accordance with Title 10 of the *Code of Federal Regulations* part 2.390 of the NRC's "Agency Rules of Practice and Procedure," a copy of this letter will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records component of NRC's ADAMS. ADAMS is accessible from the NRC Web site at:

<http://www.nrc.gov/reading-rm/adams.html>.

If you have any questions, please contact Ms. Tilda Liu of my staff at (404) 997-4730 or via e-mail at Tilda.Liu@nrc.gov.

Sincerely,

/RA/

Thomas A. Grice, Chief
Enrichment and Conversion Branch
Division of Fuel Cycle Safety, Safeguards,
and Environmental Review
Office of Nuclear Material Safety
and Safeguards

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

cc: Mr. Mark Wolf, Nuclear Compliance
Director, Honeywell Metropolis
Works

J. Albritton

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If you have any questions, please contact Ms. Tilda Liu of my staff at (404) 997-4730 or via e-mail at Tilda.Liu@nrc.gov.

Sincerely,

Thomas A. Grice, Chief
Enrichment and Conversion Branch
Division of Fuel Cycle Safety, Safeguards,
and Environmental Review
Office of Nuclear Material Safety
and Safeguards

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

cc: Mr. Mark Wolf, Nuclear Compliance
Director, Honeywell Metropolis
Works

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ADAMS Accession Number: ML16215A057

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NAME	DMiller	TLiu via e-mail	CMcKenney	TGrice
DATE	8/3/16	8/3/16	8/3/16	8/11/16

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