



**UNITED STATES
NUCLEAR REGULATORY COMMISSION**

REGION III
2443 WARRENVILLE RD. SUITE 210
LISLE, IL 60532-4352

September 8, 2016

Mr. Brian Davidson
Radiation Safety Officer
Covance Laboratories Inc.
2001 West Main Street
Greenfield, IN 46140-5006

Dear Mr. Davidson:

The U.S. Nuclear Regulatory Commission (NRC) staff has completed its review of Covance Laboratories Inc. Trust Agreement and accompanying documentation provided with letters dated April 7, 2016, June 8, 2016 and August 9, 2016 for NRC License No. 13-32713-01 in accordance with NUREG-1757, Volume 3, Revision 1, "Decommissioning Financial Assurance, Recordkeeping, and Timeliness". In addition, the NRC staff reviewed the Schedules A and B, Certificate of Events, and the Certificate of Resolution for the Trust Agreement. Based on this review, the NRC staff has determined that the financial assurance mechanism and supporting documentation conforms to NRC guidance.

As a result of the approval of the Trust Agreement dated April 4, 2016, we are returning your Standby Letters of Credit from PNC Bank dated December 12, 2008, and from Bank of America dated April 10, 2015, on which we have not taken action.

In addition, enclosed is Amendment No. 05 to your license adding a condition which limits your possession of radioactive materials to those levels less than or equal to 10^4 of the applicable limits in Appendix B of 10 CFR Part 30 as specified in 10 CFR 30.35(d).

NRC's Regulatory Issue Summary (RIS) 2005-31 provides criteria to identify security-related sensitive information and guidance for handling and marking of such documents. This ensures that potentially sensitive information is not made publicly available through ADAMS, the NRC's electronic document system. Pursuant to NRC's RIS 2005-31 and in accordance with Title 10 of the *Code of Federal Regulations* (CFR) 2.390, the enclosed license document and the Letters of Credit are exempt from public disclosure because its disclosure to unauthorized individuals could present a security vulnerability. The RIS may be located on the NRC's website at: <http://www.nrc.gov/reading-rm/doc-collections/gen-comm/reg-issues/2005/ri200531.pdf> and the link for frequently asked questions regarding protection of security related sensitive information may be located at: <http://www.nrc.gov/reading-rm/sensitive-info/faq.html>.

Enclosures 1, 2 and 3 contain Sensitive
Unclassified Non-Safeguards Information.
When separated from the Enclosures,
this transmittal letter is decontrolled.

B. Davidson

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If you have any questions, please contact Jennifer L. Bishop of my staff at 630-829-9607.

Sincerely,

/RA/

Patricia J. Pelke, Chief
Materials Licensing Branch
Division of Nuclear Materials Safety

License No. 13-32713-01
Docket No. 030-37840

Enclosures:

1. Amendment No. 05 (non-public)
2. Standby Letter of Credit from PNC Bank dated December 12, 2008 (non-public)
3. Standby Letter of Credit from Bank of America dated April 10, 2015 (non-public)

~~Official Use Only – Security Related Information~~

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