

MICHIGAN STATE UNIVERSITY

VICE PRESIDENT FOR FINANCE AND OPERATIONS AND TREASURER

EAST LANSING, MICHIGAN 48824

May 14, 1981



U.S. Nuclear Regulatory Commission  
Division of Licensing  
Washington, DC 20555

SUBJECT: Docket 50-294, License Renewal, Financial Considerations

Gentlemen:

This is to certify that Michigan State University meets the financial requirements of 10-CFR 50.33(f). Specific details are given below:

- a. The operating cost of the reactor is a portion of the General Fund Expenditures, College of Engineering, Dean of Engineering listed on page 6 of the "Schedules" section of the MSU Financial Report 1979-80 which is enclosed. Some portion of the operating costs may be borne by the Auxiliary Activities Funds listed on page 30 of the same document under "Internal Service Operations - Engineering Research Machine Shop and Nuclear Reactor."
- b. The estimated annual operating costs are \$28,000 (1981 dollars). These costs will be included in future budgets.
- c. The estimated cost of shutting down the reactor including the removal of all radioactive material to meet the guidelines of the Reg Guide 1.86 is \$165,000. These funds will be derived from State of Michigan General Funds.
- d. Under the assumed conditions in (c) above, there will be no annual costs involved in maintaining the decommissioned facility.

We trust this will adequately comply with the requirements.

Sincerely,

Roger Wilkinson  
Vice President

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Enclosure

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