

JUL 14 1993

License No. STB-1505  
Docket No. 040-08936  
Control No. 113463

Butkin Precision Manufacturing Corporation  
ATTN: Halide J. Caine  
Vice President/Planning  
83 Erna Avenue  
Milford, Connecticut 06460

Dear Ms. Caine:

We have reviewed your response dated August 26, 1992 to our letter dated May 25, 1992, and have additional questions regarding the Decommissioning Funding Plan that you submitted.

1. Based on our experience with decommissioning projects, it appears that you are significantly underestimating the cost of decommissioning your facility. The enclosed NUREG/CR-1754 provides information on reference facilities which may help you in developing a more realistic cost estimate. If you believe your estimate is realistic, please provide a brief narrative description of the amount of contamination in your facility, how it will be removed and how you estimated the time and cost required.
2. You must provide financial assurance for the amount of the cost estimate using one of the mechanisms described in 10 CFR 40.36. While you submitted a certification of financial assurance, you have not submitted the mechanism. Please submit the mechanism. Guidance on acceptable forms for the mechanism is contained in Regulatory Guide 3.66 which has been sent to you previously.

We would appreciate your response within 30 days from the date of this letter. Please refer to Control Number 113463 in your response. If you have questions concerning this matter please contact Anthony Dimitriadis at (215) 337-6953.

Sincerely,

Original Signed By:  
John D. Kinneman

John D. Kinneman, Chief  
Research, Development and  
Decommissioning Section  
Division of Radiation Safety  
and Safeguards

Enclosure:  
NUREG/CR-1754

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