

NOV 21 1990

URFO: PWM  
Docket No. 40-8786  
SUA-1400, Amendment No. 14  
04008786410E

Uranium Resources, Inc.  
ATTN: Mr. Mark Pelizza  
12377 Merit Drive  
Suite 750, LB 14  
Dallas, Texas 75251

Dear Mr. Pelizza:

The NRC has completed the annual review of your surety amount as required by License Condition No. 16 of Source Material License SUA-1400. Certain costs in your site closure cost estimate of \$28,833.50 appear insufficient. However, your proposal to maintain a \$50,000 bond is acceptable since this amount is sufficient to cover any additional costs.

Therefore, pursuant to Title 10 of the Code of Federal Regulations, Part 40, Source Material License SUA-1400 is hereby amended by revising License Condition No. 16 to read as follows:

- 16. The licensee shall maintain an NRC-approved financial surety arrangement, consistent with 10 CFR 40, Appendix A, Criterion 9, adequate to cover the estimated costs, if accomplished by a third party, for completion of the NRC-approved site closure plan including: above ground decommissioning and decontamination, offsite disposal of radioactive solid process or evaporation pond residues, and ground water restoration as warranted.

Annual updates to the surety amount, required by 10 CFR 40, Appendix A, Criterion 9, shall be provided to the NRC at least three (3) months prior to the anniversary of the effective date of the existing surety instrument. If the NRC has not approved a proposed revision to the surety thirty (30) days prior to the expiration of the existing surety instrument, the licensee shall extend the existing arrangement, prior to expiration, for one (1) year. Along with each proposed revision or annual update, the licensee shall submit supporting documentation showing a breakdown of

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PWichaud/db  
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PM: URFO  
GRKonwinski  
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DD: URFO  
EFHawkins  
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D: URFO: RIV  
REHall  
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costs and the basis for the cost estimates with adjustments for inflation, changes in engineering plans, activities completed, maintenance of a minimum fifteen (15) percent contingency, and any other conditions affecting the estimated costs for site closure. The licensee shall also provide the NRC with copies of surety related correspondence with the State, a copy of the State's surety review, and the final approved surety arrangement.

Uranium Resources, Incorporated's currently approved surety, Bond No. 175F6671 issued by the Travelers Indemnity Company in favor of the State of Wyoming, shall be continuously maintained in an amount no less than \$50,000 for the purpose of complying with 10 CFR 40, Appendix A, Criterion 9, until a replacement is authorized by both the State and the NRC.

All other conditions of this license shall remain the same. The issuance of this amendment was discussed in a telephone conversation between yourself and Mr. Paul Michaud of my staff on November 8, 1990.

Sincerely,

*Original Signed By:*

**R. E. HALL**

Ramon E. Hall  
Director

Enclosure:  
Source Material License SUA-1400

bcc:

Docket File No. 40-8786  
LFMB  
PGR/DCS  
URFO r/f  
ABBeach, RIV  
LLO Branch, LLWM  
OB: IMNS:NMSS  
PWMichaud  
GRKonwinski  
JHaes, RCPD, WY  
WDEQ (2)  
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