

CONVERSATION RECORD		
	Date: June 11, 2002	
NRC Contact: Leanne Harrison	Regional Counsel: Brad Fewell	
Subject: Financial Assurance Clarification regarding E.R. Squibb & Sons, Inc. Parent Company Guarantee 030-05222 29-00139-02 Mail Control No.: 131014		
<p>Summary: The purpose of this record is to document my position for accepting the Letter from Chief Financial Officer of the Corporate Parent, dated April 4, 1995, without the specific statement that "E.R. Squibb & Sons, Inc. is currently a going concern."</p> <p>Although NUREG-1727 (Sept. 2000, pg. F112) recommends this statement, my discussion with Regional Counsel regarding this omission while taking into consideration the supporting certified parent company guarantee documentation, makes it clearly apparent that the institution is financial stable, in good standing, and producing revenue (i.e. a going concern). In addition, stipulations in the parent company guarantee, as required by 10 CFR 30.35 and Part 30, Appendix A, require NRC notification of any reduction in financial security. Therefore, explicit wording attested to by a corporate executive as described in NUREG-1727 (Sept. 2000, pg. F112) is not warranted and additional action to request such information will not be pursued at this time.</p>		
Action Required/Taken: e-copy to LAT for file.		
Branch Chief Approval: John D. Kinneman, Chief, DNMS, Branch 2	Date: 6/20/02	