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August 6, 1991

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13175-0000

Patricia J. Pelke
Materials Licensing Section
United States Nuclear Regulatory Commission
Region III
799 Roosevelt Road
Glen Ellyn, Illinois 60137

Radiation Sterilizers, Inc.
Control Nos. 81397 and 00136

Dear Ms. Pelke:

We represent Wells Fargo Bank, National Association. As you know, at the request of Radiation Sterilizers, Inc., Wells Fargo has issued a letter of credit for the benefit of the Nuclear Regulatory Commission in connection with certain RSI decommissioning obligations. We have been given a copy of your letter dated July 24, 1991 to RSI regarding the requirement that RSI submit a standby trust agreement relating to the letter of credit.

Prior to our receipt of your letter to RSI, we attempted several times to contact Mr. Kevin Null of your office in order to discuss the form of the standby trust agreement. We have since spoken with Mr. Null and, at Mr. Null's suggestion, to Mr. Michael Finkelstein of your Office of General Counsel in Washington, D.C., in that regard. We shortly will be forwarding a draft of RSI's standby trust agreement to Mr. Null for his review and approval. We do not expect any difficulties in this regard.

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Patricia J. Pelke
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Please do not hesitate to contact me if you have any questions about the foregoing.

Very truly yours,

A handwritten signature in dark ink, appearing to read 'NHPolitan', with a long horizontal flourish extending to the right.

Nicholas H. Politan

cc: Mr. Kevin Null
(Nuclear Regulatory Commission)
Barry P. Fairand, Ph.D.
(Radiation Sterilizers, Inc.)

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LIST OF INSTRUCTIONS

Radiation Sterilizers, Inc.

In reviewing the comments the reviewer will note that there will be some overlap between ICF and OGC comments. The following comments should be included in the basis for the deficiency letter:

1. ICF comments 1 through 6 plus last paragraph.
2. All OGC comments.

All other comments and discussions are for reviewer information.

July 30, 1991

Memo to: Louis Bykoski, NMSS

From: Michael Finkelstein, OGC

Re: Review of Package #8 (ICF Reviews dated May 31, 1991)

Radiation Sterilizers (RSI)- Letter of Credit

All ICF recommendations as to amendments to the licensee's Letter of Credit should be implemented. RSI certified a possession limit of 2,000,000 curies of Cobalt-60. The regional reviewer should verify that the possessed material is in a sealed form, otherwise the certification amount is low by a factor of ten (i.e. certification amount of \$750,000).

RSI must submit a Standby Trust Agreement plus supporting documentation for the reason enumerated by ICF.