

PENNSTATE



Kenneth S. Babe
Corporate Controller

(814) 865-1355

The Pennsylvania State University
408 Old Main
University Park, PA 16802-1505

September 26, 1996

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Mr. Marvin M. Mendonca, Senior Project Manager
Non-Power Reactors and Decommissioning
Project Directorate
Division of Reactor Program Management
Office of Nuclear Reactor Regulation
Nuclear Regulatory Commission
Washington, D.C. 20555-0001

Dear Mr. Mendonca:

This is in response to your letter of July 12, 1996, concerning decommissioning funds and letter of credit for the Penn State Research Reactor.

We are presently in the process of updating our plan to current values and will forward it to you when finished. We anticipate completion and submission by October 31, 1996. Upon acceptance of our plan we will negotiate a new letter of credit.

Thank you for your consideration in this matter.

Sincerely,

Kenneth S. Babe
Corporate Controller

KSB:bb

cc: Rodger Granlund

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