



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 6
1445 ROSS AVENUE, SUITE 1200
DALLAS, TX 75202-2733

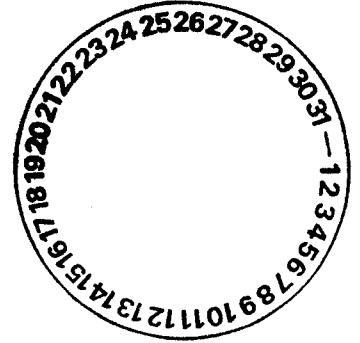
RED ST 102

February 19, 2002



CERTIFIED MAIL - RETURN RECEIPT REQUESTED No. 7000 0520 0022 2561 7597

Mr. Tony Hurst, P.E.
Hurst Engineering Services
153 Camino de Sabal
P.O. Box 220
Bosque, NM 87006




RE: Financial Assurance
EPA/NMED Approval
Sparton Technology, Inc., Consent Decree
Civil Action No. CIV 97 0206 LH/JHG

Dear Mr. Hurst:

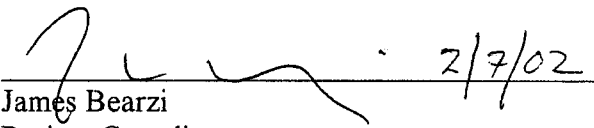
The United States Environmental Protection Agency ("EPA") and the New Mexico Environment Department ("NMED"), have received the financial assurance documents submitted by Sparton Technology, Inc. ("Sparton") on December 19, 2001, pursuant to Section XXIV, Paragraph 90, of the March 3, 2000 Consent Decree. EPA and NMED reviewed the financial assurance documents to determine if they fulfill the requirements of the Consent Decree and Title 40 of the Code of Federal Regulations, Section 264, Subpart H. The financial assurance documents included in Sparton's submittal of December 19, 2001, satisfies the financial assurance requirements of the Consent Decree; and therefore, are approved by this letter.

EPA and NMED anticipate an updated financial assurance to be submitted between August 1, 2002, and September 30, 2002, pursuant to Paragraph 94 of the subject Consent Decree (Civil Action No. CIV 97 0206 LH/JHG) and the modification to Paragraph 94 which became effective on December 14, 2001. If you have any questions, please contact Michael A. Hebert (EPA) at 214-665-8315 or James Bearzi (NMED) at 505-827-1567.

Sincerely yours,



Michael A. Hebert
Project Coordinator
U.S. EPA Region 6



James Bearzi
Project Coordinator
New Mexico Environment Department

cc: Secretary - Sparton Technology, Inc.