

UNITED NUCLEAR CORPORATION



P.O. Box 3077
Gallup, New Mexico 87305-3077

Telephone: (505) 722-6651
Fax: (505) 722-6654

August 31, 2000

Philip Ting, Branch Chief
US Nuclear Regulatory Commission
Fuel Cycle Safety & Safeguards
Fuel Cycle Licensing Branch
Uranium Recovery Branch
Division of Waste Management
Office of Nuclear Material Safety
and Safeguards
Mail Stop T-8A33
Washington, DC 20555-0001

40-8907

Re: **Site Reclamation Expenditures**
Quarterly Analysis – Second Quarter, 2000

Dear Mr. Essig:

With this letter United Nuclear Corporation submits its quarterly analysis of reclamation costs as required in license condition No. 25 of our License SUA-1475 for the Church Rock site. This analysis is for the second quarter of 2000.

SECOND QUARTER 2000 COSTS

The costs incurred for tailings reclamation in the second quarter of 2000 totaled \$68,554.00. Consistent with the Annual Surety Estimate all costs incurred in the second quarter 2000 were in the area of seepage cleanup actions. These costs reflect the continued operation of the seepage cleanup program.

The costs incurred in the second quarter of 2000 for seepage cleanup activities were as follows:

<u>Seepage Collection</u>	
Electrical Power	\$ 11,930.00
Equipment & Supplies	1,280.00
Personnel	20,299.00

<u>Monitoring</u>	
Sample Analysis	\$ 5,890.00
New Sampling System	25,112.00
Personnel *	3,933.00
Supplies	110.00

TOTAL **\$ 68,554.00**

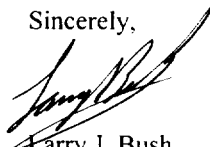
*Personnel under Monitoring reflects additional costs for testing and preparatory labor for new Monitoring System.

NUMSOP/bh

The costs incurred to-date are consistent with the anticipated costs projected for continued operation of the seepage collection program as contained in our annual surety estimate assessment submitted to NRC on March 31, 1997.

If you have any questions or require additional information please do not hesitate to contact me.

Sincerely,


Larry J. Bush

CC: File
NRC Region IV
Ken Hooks – NRC Project Manager
Greg Lyssy – EPA
Steve Cline
Roy Blickwedel

LB/rb