

June 9, 2008

Mr. Roy Blickwedel
Remedial Project Manager
General Electric Company
640 Freedom Business Center
King of Prussia, PA 19406

SUBJECT: 2008 ANNUAL SURETY UPDATE FOR UNITED NUCLEAR CORPORATION'S
CHURCH ROCK, NEW MEXICO, FACILITY - AMENDMENT 41 TO SOURCE
MATERIAL LICENSE NO. SUA-1475 (TAC NO. J00561)

Dear Mr. Blickwedel:

The U.S. Nuclear Regulatory Commission (NRC) staff has completed its review of United Nuclear Corporation's (UNC's) March 25, 2008, annual update of the financial surety requirement for its Church Rock, New Mexico, facility as required by 10 CFR Part 40, Appendix A, Criterion 9, and License Condition (LC) 25 of UNC's Source Material License SUA-1475. The proposed new surety amount is \$2,986,232, and is based on the total estimated costs derived from baseline calculations approved by the NRC on October 27, 2004, and escalated 4.0 percent (Consumer Price Index increase from March 2007 to February 2008) from the currently approved surety amount of \$2,871,377. With no change in UNC's current reclamation/decommissioning plan, the adjustment in the proposed surety (due strictly to inflation) is acceptable. License Amendment No. 41 is enclosed. An environmental review was not performed since this action is categorically excluded under 10 CFR 51.22(c)(10)(i).

In addition to amending LC 25, LC 36 has been amended to reflect organizational changes within the NRC. All correspondence regarding this license shall be sent to the following address: ATTN: Document Control Desk, Deputy Director, Decommissioning and Uranium Recovery Licensing Directorate, Division of Waste Management and Environmental Protection, Office of Federal and State Materials and Environmental Management Programs, Mailstop T8-F5, U.S. Nuclear Regulatory Commission, Washington, DC 20555-0001.

If you have any questions regarding this letter, please contact Myron Fliegel, the NRC Project Manager for UNC-Church Rock at (301) 415-6629, or by e-mail, to Myron.Fliegel@nrc.gov.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice for Domestic Licensing Proceedings and Issuance of Orders," a copy of this letter will be available electronically for

R. Blickwedel

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public inspection in the NRC Public Document Room or from the Publicly Available Records component of the NRC's Agencywide Documents Access and Management System (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>.

Sincerely,

/RA/

Keith I. McConnell, Deputy Director
Decommissioning and Uranium Recovery
Licensing Directorate
Division of Waste Management
and Environmental Protection
Office of Federal and State Materials
and Environmental Management Programs

Docket No.: 40-8907

License No.: SUA-1475

Enclosure: License Amendment No. 41

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Keith I. McConnell, Deputy Director
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(Closes TAC J00561)

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DATE	5/20/08	5/20/08	5/30/08	5/29/08	6/09/08

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