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Division of United Nuclear Corporation A UNC RESOURCES Company New Mexico Operations P.O. Drawer QQ Gallup, New Mexico 87301 Telephone 595/722-6651

40-8907

UNC/ASHQ-91-412M January 25, 1991		RETURI	RETURN ORIGINAL TO POR, HQ.	
Mr. Ramon Hall U. S. Nuclear Regulatory Commission Uranium Field Recovery Office P. O. Box 25325 Denver, Colorado 80225 RE: <u>Docket No. 40-8907</u> Dear Mr. Hall:	<u>VIA FAX</u>	JAN 29 1991 JAN 29 1991 USNAC MAIL SECTION MOCKET CLEARK	RIV DRMA RECEIVED	

Thank you for sending the draft license amendment for the Church Rock site to me yesterday. You asked that we review it and offer our thoughts.

My initial reaction is that the draft raises significant issues that require detailed, technical review which we cannot complete by today. Also, rather than constituting an "approval" of United Nuclear's reclamation plan, the proposed license amendments impose exceptions on United Nuclear that in effect constitute non-approval of the Plan. They ask United Nuclear to submit new designs for the proposed radon barrier, riprap, and other parts of the reclamation plan, "for NRC approval." Depending on whether NRC approves, rejects, or modifies these designs, the reclamation plan may need to be further revised. On its face, then, the proposed amendment does <u>not</u> "approve" United Nuclear's Tailings Reclamation plan.

The many issues that the draft raises, and the changes to the design that it requires, will necessitate significant work by our technical consultants. I have instructed them to get to work on this immediately, and I hope that all of the issues you have raised can be resolved promptly.

However, given these facts, I think it would be premature to issue the draft as an "official" amendment to our license. We believe these technical issues can be resolved in a meeting with you and your staff early next week. However, we understand that you would rather the ve prepare a formal written response to the issues raised by the proposed amendment. We will be in contact with you on Monday to advise you as to when we can have a response available to submit.

Sincerely yours,

Juan R. Velasquez 9102260369 910 JRV:jkt DESIGNATED ORIGINAL ended By many C. Hood

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