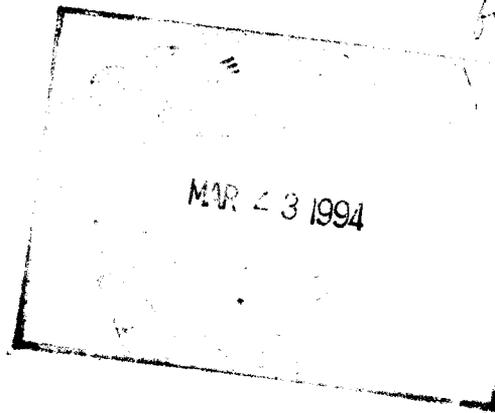


March 15, 1994

Gandy Corporation
P. O. Box 827
Tatum, NM 88267



*Make new res
file accordingly
GWP
94AR.
#4*

Barbara Hoditschek
Program Manager
Hazardous & Radioactive Materials Bureau
New Mexico Environment Department
525 Camino De Los Marquez
P.O. Box 26110
Santa Fe, New Mexico 87502

Dear Ms. Hoditschek:

The purpose of this letter is to provide information concerning my permit application for a Treatment, Storage, and Disposal (TSD) facility, which you requested in our meeting on February 22, 1994. This letter will further demonstrate my commitment to proceed with the permitting process for this facility.

As we have discussed in previous meetings, I have started the process of gathering the necessary information to compile a Part A and Part B Permit Application. As you are aware, I have contracted with S.M. Stoller Corporation to prepare the application for submittal to your agency. Subsequent to our February 22, 1994 meeting in Santa Fe I met with representatives of Stoller and I have directed them to prepare a detailed schedule for the preparation of the application. The key milestone that has been established, and is of the most interest to you and your staff, is a submittal date no later than August 31, 1994. Should you have an interest, I would be happy to supply you with a copy of the schedule for preparation of the permit application.

In gathering the information necessary to complete the permit application by August of this year, it has become apparent that in order for this facility to adequately service the hazardous waste generators in New Mexico and the surrounding area, some waste treatment capabilities will be necessary. I am committed to identifying and employing the best available technologies to support treatment options including recycling, volume reduction, and solidification. The treatment, disposal, and recycling options will all be addressed in the August 31, 1994 permit application submittal. I feel that this is necessary to bring the facility on line in a timely manner so that I may provide a very important service to the waste generators in the area.

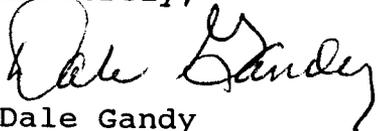
Again, I would like to reiterate my commitment to proceed with the development of this facility. The key to this process is of course

Page 2
Letter to B. Hoditschek
March 15, 1994

submission of a permit application by August 31, 1994. However, as I have previously stated, I am committed to developing and operating a technically sound and environmentally safe facility. To this end I would like to work with the state as closely as possible and meet with you and your staff on a regular basis to discuss technical aspects of the project as they evolve. This will not only ensure that the facility meets the technical obligations but will facilitate meeting the schedule obligations I have made to you.

I am looking forward to working with you in providing a much needed service for the State of New Mexico and surrounding areas. If you have any questions regarding this matter please do not hesitate to call me at (505) 396-4948 or call Mr. Trey Greenwood of S.M. Stoller at (505) 885-0172.

Sincerely,



Dale Gandy

cc:

Benito Garcia, NMED
Trey Greenwood, Stoller
Kevin Graham, Stoller