

September 9, 2010

Mr. Mark S. Pelizza, President
Hydro Resources, Inc.
650 S. Edmonds Lane, Suite 108
Lewisville, TX 75067

SUBJECT: SUMMARY OF JULY 29, 2010, MEETING AND TELECONFERENCE – HYDRO
RESOURCES, INC., LICENSE SUA-1580, DISCUSSION OF HRI LICENSE

Dear Mr. Pelizza:

Enclosed is a summary of the meeting held on July 29, 2010, between U. S. Nuclear Regulatory Commission (NRC) staff and Hydro Resources, Inc., (HRI). The meeting was publicly noticed through the NRC's public website on July 16, 2010.

If you have any questions regarding this letter or the enclosed meeting summary, please contact me at (301) 415-7777, or by email at ron.linton@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 public inspection in the NRC Public Document Room or from the Publicly Available Records component of 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/

Ron C. Linton, Project Manager
Uranium Recovery Licensing Branch
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.: 040-8968
License No.: SUA-1580

Enclosure: Meeting Summary

cc: Meeting Attendees

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Date	08/ 19 /10	08/19 /10	08/31 /10	09/ 8 /10	09/9 /10

OFFICIAL RECORD COPY

MEETING REPORT

DATE: July 29, 2010

TIME: 3:00 p.m. – 4:00 p.m.

PLACE: U.S. Nuclear Regulatory Commission
Two White Flint North, Rockville, Maryland
Room T8C5

PURPOSE: Discuss HRI License

ATTENDEES: SEE ATTACHED ATTENDEE LIST

BACKGROUND:

The purpose of this meeting was for Hydro Resources, Inc. (HRI) to discuss its plans for Nuclear Regulatory Commission (NRC) License SUA-1580. This meeting was publicly announced on NRC's public webpage on July 16, 2010. The meeting started at 3:00 p.m., eastern daylight savings time in NRC Two White Flint North, 11545 Rockville Pike, Rockville, MD, Room T8C5. An opening statement was presented by Ron Linton, NRC. Participants introduced themselves.

The meeting was attended by those listed in the attachment to this meeting report.

DISCUSSION:

The participants discussed the following items:

HRI staff and counsel reviewed the licensing and litigation history of the site. There still may be further litigation in the case in the U.S. courts. HRI counsel indicated that the Atomic Safety and Licensing Board (ASLB) required the resolution of three issues in ASLB initial licensing decisions. The first issue pertains to the decommissioning and decontamination of transport conveniences; second to the cost estimates for well plugging; and third to the change in the uranium groundwater restoration standard. NRC staff has addressed the third issue of groundwater standards by changing licensing conditions in SUA-1580 to reflect the current Environmental Protection Agency uranium standard of 0.03 mg/L in license amendment No. 3, dated March 16, 2006.

HRI staff and counsel indicated their desire to move forward with the project. HRI asked NRC staff about the license renewal process, specifically if a new request for hearing would be offered for the renewal. The NRC staff will review this question. HRI and NRC staff agreed that the license renewal was timely filed, and accordingly, the license will not expire until final action has been taken by the NRC, as acknowledge by NRC letter to HRI dated December 30, 2002 (NRC Agencywide Documents Access and Management System (ADAMS) ML023640494). A notice of license renewal request and an opportunity for hearing was published in the *Federal Register* on December 16, 2002 (67 FR 77084) (ADAMS ML101960374).

Enclosure

HRI indicated that it would not request any changes to the license beyond what was ordered by the ASLB.

No licensing decisions were made or agreed to by either party during this meeting.

The business portion of the meeting was closed and NRC staff asked for any comments by members of the public that were in attendance.

PUBLIC DISCUSSION:

One member of the public asked if the NRC staff would come to New Mexico during the license renewal process. NRC staff indicated that it anticipated that a public meeting in New Mexico related to the license renewal process would occur at some point in the future.

One member of the public asked about the NRC guidance used for license renewals. NRC staff indicated that the primary guidance could be found in NUREG-1569, Standard Review Plan for In Situ Leach Uranium Extraction License Applications dated 2003.”

One member of the public asked about late intervention petitions and late-filed or new contentions. NRC staff indicated that these issues should be filed in accordance with the NRC’s procedures contained in Part 2 of Title 10 of the Code of Federal Regulations.

ACTION ITEMS:

NRC will provide a detailed meeting summary of the meeting.

NRC staff will determine if an additional opportunity for hearing will be required prior to the license renewal process moving forward.

The meeting and teleconference ended at approximately 4:00 p.m.

ATTACHMENTS: Attendee List
 Meeting Agenda



MEETING ATTENDEES

Date: July 29, 2010
Topic: Discussion of HRI License

NAME	AFFILIATION	PHONE NUMBER	E-MAIL
Ron Linton	NRC	301-415-7777	Ron.linton@nrc.gov
Charles Mullins	NRC	301-415-1618	Charles.mullins@nrc.gov
Bill vonTill	NRC	301-415-0598	Bill.vontill@nrc.gov
Tracey Stokes	NRC	301-415-1064	Tracey.stokes@nrc.gov
Brett Klukan	NRC	301-415-3629	Brett.klukan@nrc.gov
Linda Gersey*	NRC	817-860-8299	Linda.gersey@nrc.gov
Mark Pelizza	HRI	214-683-8889	mspelizza@msn.com
Chris Pugsley	Thompson & Pugsley	202-496-0780	cpugsley@athompsonlaw.com
Tony Thompson	Thompson & Pugsley	202-496-0780	ajthompson@thompsonlaw.com
John Indall	HRI Counsel	505-982-4611	jindall@cmtisantafe.com
Don Ewigleben*	URI	972-219-3330	dewigleben@uraniumresources.com
April Wade	URI	505-440-9441	awade@uraniumresources.com
Robert Morris	Member of the public		
Tony Nesky*	EPA	202-343-9597	nesky.tony@epa.gov
Lawrence Shore*	NMED	505-827-2797	Lawrence.shore@state.nm.us

NAME	AFFILIATION	PHONE NUMBER	E-MAIL
Flora Wood	Laramide Resources	416-599-7363	flora@laramide.com
Diane Curran*	ENDAUM	202-328-3500	dcurran@harmoncurran.com
Robert Tohe*	Sierra Club	928-774-6103	robert.tohe@apps.sierraclub.org
Chris Shuey*	Member of the public	505-262-1862	sric.chris@earthlink.net
Larry King*	Churchrock Community Member	505-979-1411	king2013@yahoo.com

* Attended via phone

Attachment 1

MEETING AGENDA
Hydro Resources, Inc. (HRI)
Thursday, July 29, 2010

MEETING PURPOSE: Discussion of HRI License

MEETING PROCESS:

<u>Time</u>	<u>Topic</u>	<u>Lead</u>
3:00 p.m.	Introductions	All
	Discussion of HRI License	All
	Summary of Action Items	Moderator
	Public Comment/Questions	Moderator
4:00 p.m.	Adjourn	