

December 21, 2010

Mr. John H. Ellis, President  
Sequoah Fuels Corporation  
P.O. Box 610  
Gore, OK 74435

SUBJECT: LICENSE AMENDMENT NUMBER 35 REFLECTING APPROVAL OF  
RECLAMATION PLAN FOR SEQUOYAH FUELS CORPORATION FACILITY

Dear Mr. Ellis:

By letter dated July 22, 2008, you submitted a request for the U.S. Nuclear Regulatory Commission (NRC) to amend License SUB-1010 for the Sequoyah Fuels Corporation (SFC) site in Gore, Oklahoma. As stated in your request, the proposed changes to the license and License Application Chapters 1-7 are necessary to eliminate redundancy or conflict between the current requirements of the license and the Reclamation Plan, or are administrative to reflect current conditions. In addition, by letter dated September 24, 2009, you submitted a request to amend License SUB-1010 to enable SFC to make certain changes without NRC approval. This request was revised by letters dated March 25, 2010, and October 4, 2010.

The NRC staff has completed its review of your requests to amend your license and approves the proposed changes. The license and License Renewal Application Chapters 1-7 have been revised to eliminate redundancy or conflict and License Condition 54 has been added to enable you to make certain changes without NRC approval. The amendment is discussed in the enclosed Safety Evaluation Report. Amendment Number 35 to License SUB-1010 is also enclosed.

This licensing action belongs to a category of actions that are eligible for categorical exclusion under 10 CFR Part 51.22(c)(11). Under 10 CFR Part 51.22(c)(11) no further environmental review is required for the proposed action if: 1) there is no significant change in the types or significant increase in the amounts of any effluents that may be released offsite; 2) there is no significant increase in individual or cumulative occupational radiation exposure; 3) there is no significant construction impact; and 4) there is no significant increase in the potential for or consequences from radiological accidents.

As previously noted the purpose of this amendment is to eliminate redundancy and conflict between requirements of a license for actions that have already been approved. The staff determined that the proposed action does not change any of the decommissioning activities at the site and therefore meets the conditions for categorical exclusion and that no further environmental review is required.

If you have any questions about this letter, please contact Mr. Kenneth Kalman, the Project Manager for reclamation of the Sequoyah Fuels Facility at (301) 415-6664, or via e-mail kenneth.kalman@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/**

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.: 40-8027  
License No.: SUB-1010

Enclosures:

1. License Amendment 35
2. Revised License Application  
Chapters 1-7
3. Safety Evaluation Report

cc: See next page

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Sincerely,

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.: 40-8027  
License No.: SUB-1010

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1. License Amendment 35
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