

June 4, 2015

Mr. John Froman, Chief and Tribal Administrator
Peoria Tribe of Indians of Oklahoma
P.O. Box 1527
Miami, OK 74355

SUBJECT: INVITATION FOR SECTION 106 CONSULTATION PURSUANT TO THE NATIONAL HISTORIC PRESERVATION ACT REGARDING THE U.S. ARMY'S REQUEST FOR TERMINATION OF MATERIALS LICENSE SUB-1435 FOR THE DEPLETED URANIUM IMPACT AREA AT THE JEFFERSON PROVING GROUND IN SOUTHEASTERN INDIANA

Dear Chief Froman:

The U.S. Department of the Army (Army) submitted a license amendment application, dated August 28, 2013, to the U.S. Nuclear Regulatory Commission (NRC), which included a Decommissioning Plan and an Environmental Report requesting termination of NRC Materials License SUB-1435 for the Jefferson Proving Ground (JPG) under restricted conditions in accordance with Section 20.1403 of Title 10 of the *Code of Federal Regulations* (10 CFR). JPG is located in Jefferson, Jennings, and Ripley Counties in southeastern Indiana. Materials License SUB-1435 presently authorizes the Army to possess depleted uranium (DU) at JPG, kept onsite in the restricted area known as the Depleted Uranium Impact Area (DU Impact Area). The DU Impact Area is located entirely within Jefferson County. A map showing the location of JPG and the DU Impact Area is enclosed (Enclosure 1).

JPG was established in 1941 on 224 square kilometers [km^2] (55,264 acres [ac]). A firing line (shown in Enclosure 1) with 268 fixed-gun positions separated JPG into two areas: a 17.5- km^2 (4,314-ac) southern portion and a 206- km^2 (50,950-ac) northern portion. JPG was used by the Army between 1941 and 1994 for the test firing of a wide variety of conventional explosive munitions into the area north of the firing line. During that time, more than 24 million rounds were fired. Approximately 1.5 million rounds did not detonate upon impact, remaining as unexploded ordnance (UXO) on or beneath the ground surface, along with an additional 3 to 5 million rounds with live detonators, primers, or fuzes.

As part of its munitions testing program, the Army also test fired DU projectiles into the 8.4- km^2 (2,080-ac) DU Impact Area, which is also located north of the firing line (see Enclosure 1). DU projectiles are used as armor-piercing, anti-tank weapons. The DU test firings, which were conducted under NRC Materials License SUB-1435, began on March 18, 1984, and concluded on May 2, 1994. Approximately 100,000 kilograms [kg] (220,462 pounds [lb]) of DU projectiles were fired at soft targets and mostly remained intact. Approximately 73,500 kg (162,040 lb) of DU remain in the DU Impact Area as DU projectiles, projectile fragments, and degradation products. Also, the Army suspects that a "very high" density of high-explosive UXO (85 UXO/acre) is present in the DU Impact Area.

JPG was closed in September 1995 under the Defense Authorization Amendments and Base Realignment and Closure Act of 1988. Under a 2000 Memorandum of Agreement (MOA) between the Army, the U.S. Fish and Wildlife Service (USFWS), and U.S. Air Force, the Army retains ownership of all real property north of the firing line. Also under the MOA, the USFWS operates the Big Oaks National Wildlife Refuge (BONWR) on approximately 214 km² (53,000 ac) in the northern part of JPG (including the DU Impact Area and the other areas north of the firing line) and the Indiana Air National Guard operates a bombing practice range on 4.2 km² (1,038 ac) within the BONWR, both under 25-year leases with 10-year renewal options.

In its August 28, 2013, license termination request, the Army proposes to decommission the DU Impact Area under restricted conditions, leaving the DU and UXO in place, while continuing to maintain institutional controls in the area north of the firing line at JPG. Institutional controls include physical access restrictions to prevent unauthorized entry (e.g., perimeter chain-link fence with pad locked chain-link fence gates and security warning signs); legal controls (e.g., the Army as an agency of the Federal Government and an enduring entity retains property ownership of JPG north of the firing line); and administrative controls (e.g., restricted and limited public access and hunting prohibitions). The Army concluded that removal of DU would be hazardous and prohibitively expensive based on the need for UXO clearance, radiological soil treatment, and offsite transportation and disposal of the DU and DU-contaminated soil as low-level radioactive waste. Therefore, the Army does not plan to conduct any land-disturbing activities within the DU Impact Area.

The *Atomic Energy Act* of 1954, as amended (AEA), authorizes the NRC to issue, renew, and terminate licenses for the possession and use of source material and byproduct material. The AEA authorizes the NRC to license facilities that meet NRC regulatory requirements designed to protect public health and safety and the environment from radiological hazards. In addition to the AEA, the NRC's decommissioning and environmental protection regulations derive their authority from *Energy Reorganization Act* of 1974, as amended, and *National Environmental Policy Act* of 1969, as amended (NEPA).

The NRC staff's detailed review of the Army's license termination request is in process, and consists of both an environmental review and a safety review. As part of the environmental review, the NRC staff is preparing an environmental impact statement (EIS) in accordance with the NRC's regulations in 10 CFR Part 51. These regulations implement the requirements of NEPA, which requires Federal agencies, as part of their decision-making process, to consider the environmental impacts of their major Federal actions. The NRC staff prepares an EIS to assess the potential environmental impacts of major Federal actions that may significantly affect the quality of the human environment. The Army's proposal for decommissioning the DU Impact Area, as described above, is the "proposed action" that the NRC staff is evaluating in the EIS.

In accordance with 36 CFR Part 800.8 (Coordination with the National Environmental Policy Act), the EIS will also evaluate the potential for impacts to historic properties. The NRC staff is using the NEPA process to comply with its obligation under Section 106 of the National Historic Preservation Act of 1966, as amended (NHPA), in lieu of the procedures set forth in 36 CFR 800.3 through 800.6. In so doing, the NRC staff is collecting information to facilitate the identification of historic properties, including those that may be of religious and cultural significance to Native American Tribes. Accordingly, the NRC staff is identifying parties who may wish to consult with the NRC on the potential effects of the proposed action on historic properties.

Through this letter, the NRC staff invites you to participate as a consulting party under Section 106 of the NHPA and welcomes your input throughout our review process. As a consulting party, you would assist in the identification and evaluation of historic properties that may be affected by the proposed action to terminate the Army's license for the DU Impact Area at JPG under restricted conditions and in the development of alternatives and proposed measures that might avoid, minimize, or mitigate any adverse effects on historic properties. To support this review, the NRC is initially requesting any information you may have regarding historic sites or cultural resources within and surrounding the DU Impact Area that may be affected by the proposed action. You may also provide information on properties of religious or cultural significance that may be eligible for listing in the National Register of Historic Places under the NHPA to support the NRC's Section 106 determinations. Please note that, as stated above, the Army does not propose to conduct any land-disturbing activities as part of its decommissioning activities and its license termination. Please also note that conducting site surveys within the DU Impact Area and elsewhere within JPG north of the firing line would not be feasible due to the presence of high levels of UXO and DU and the resultant access restrictions in these areas.

Please indicate whether or not you wish to participate as a consulting party by completing the enclosed Tribal Response Form (Enclosure 2). The NRC requests that the enclosed form be returned within 30 days of your receipt of this letter. You may also contact us if you want to discuss concerns about the confidentiality of information that may be provided to the NRC.

Please note that according to NRC policy, correspondence provided to the NRC, including that provided by email, may be made publicly available. Therefore, the NRC recommends that your Tribe avoid including any information in its submissions that Tribal officials do not want to be publicly disclosed (e.g., personal email addresses or other personal contact information). If Tribal officials do not wish for their personal contact information to be made public, please use an alternate email address or other alternate contact information when corresponding with the NRC.

The NRC appreciates the opportunity to consult with you on issues regarding this project. For the purposes of meeting with Tribal leaders, the Director of the Division of Fuel Cycle Safety, Safeguards and Environmental Review, Deputy Division Director, or Environmental Review Branch Chief will represent the NRC.

For additional information regarding the proposed action, the Army's license amendment application and Decommissioning Plan and Environmental Report are publicly available from the NRC's Agencywide Documents Access and Management System (ADAMS), which can be accessed online at <http://www.nrc.gov/reading-rm/adams.html>. The ADAMS Accession Number for the Army's documents is ML13247A549. The MOA discussed above is included as Appendix B in the Army's Decommissioning Plan.

J. Froman

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If you have any questions or comments on the proposed project or need additional information regarding the Army's license termination request or the NRC's environmental review process, please contact Mr. Stephen Lemont of my staff at 301-415-6874, or via email at Stephen.Lemont@nrc.gov.

Sincerely,

/RA/

Marissa G. Bailey, Director
Division of Fuel Cycle Safety, Safeguards,
and Environmental Review
Office of Nuclear Materials Safety
and Safeguards

Docket No.: 40-8838
License No.: SUB-1435

Enclosures:

1. Map of JPG and DU Impact Area
2. Tribal Response Form

cc: Cassie Harper, THPO

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Marissa G. Bailey, Director
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Office of Nuclear Materials Safety
and Safeguards

Docket No.: 40-8838
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cc: Cassie Harper, THPO

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