In Reply Refer To: Docket No. 40-8027

Sequoyah Fuels Corporation ATTN: Mr. Scott P. Knight P.O. Box 610 Gore, Oklahoma 74435

Gentlemen:

* 15 .

We are in receipt of your letter dated October 12, 1989, in response to our letter and the attached Notice of Violation dated September 15, 1989. We have reviewed your reply and find it responsive to the concerns raised in the Notice of Wolation.

We have also considered your request that Violation 40-8027/8903-01 be withdrawn due to a different interpretation of the requirement. While we understand your position, we do not believe a sufficient basis exists for withdrawal of the violation. The corrective actions taken by Sequoyah Fuels should be adequate to correct the violation and prevent recurrence.

We will review the implementation of your corrective actions during a future inspection to determine that full compliance has been achieved and will be maintained.

Sincerely,

L.A. gandell for

A. Bill Beach, Director Division of Radiation Safety and Safequards

bcc: DMB - IE-07 A. B. Beach G. Sanborn J. Perry, MIS Y. Elko

LFMB

Docket File (40-8027)

PDR

P. Garcia D. Carroll Suspense File URFO r/f

LLO Branch, LLWM D. McHard, RCPD, OK C. Robinson, NMSS

*RIV: URFO PGarcia 11/6/89

*D:URFO RHall 11/6/89 ABBeachen M D: DRSS 1

*Previously concurred