POR 40-3453

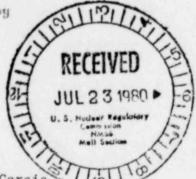
DOCKETED USNRC JUL 3 0 1980 : NW33 MAIL SECTION DOCKET CLERK

Atlas Minerals

Division of Atlas Corporation 6000 East Evans Avenue, Suite 401

> Denver. Colorado 80222 Phone (303) 757 1759

Gordon T. Swanby Vice President



July 17, 1980

Mr. Pate Garcia United States Nuclear Regulatory Commission

Washington, DC 20555

Subject: License Condition #11 of Cur License No. SUA-917

Dear Mr. Garcia:

Condition #11 of the license states "The average mill throughput shall not exceed 850 MT of barrelled U-308 per year." We presume the year referred to in this condition is the license year, which started April 23, 1979, and this is a five year license renewal. We further assume "average mill throughput" means that we could, over the five year period of the license, average 850 metric tons or produce in that period a tota? of 4,250 MT. We have no plans to produce more than 4,250 MT in this five year period, but we could possibly produce more than 850 MT in a given year.

Would you please give us your thoughts on our interpretation of this license condition.

Very truly yours,

Gordon T. Swanby

GTS/1ks

cc: Mr. Richard Weaver Mr. Larry Jacobs

Mr. Wayne Jensen

Atlas Minerals P. O. Box 1207

Moab, UT 84532