

OGLE PETROLEUM INC.

TELEPHONE (805) 969-5941
TELECOPIER. (805) 969-3278
TELEX No. 658-430

P.O. Box 5549
559 SAN YSIDRO ROAD
SANTA BARBARA, CALIFORNIA 93108

September 5, 1980

PLEASE DIRECT REPLY TO:

150 North Nichols Avenue
Casper, Wyoming 82601
(307) 266-6456

Mr. J. E. Rothfleisch
Uranium Recovery Licensing Branch
Division of Waste Management
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

RE: Commercial Source Material
License Application, Docket
No. 40-8745

SUBJECT: Memorandum from Louis E. Allen, State
Engineer's Office, to Dick Hartman,
State Planning Coordinator, dated
July 17, 1980

Dear Mr. Rothfleisch:

In response to the comments in the subject Memorandum, the following responses are herewith provided:

1. Ogle Petroleum Inc. (OPI) has applied for permits for evaporation ponds from the State Engineer and will not construct the ponds until the permits are received.

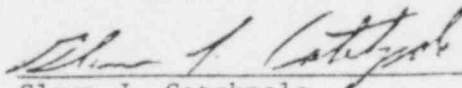
2. As discussed in the Environmental Report and the DEQ application, the water supply for non-process activities (i.e., domestic water, sanitary supply, etc.) comes from a well permitted through the State Engineer's Office. For process activities (leaching and recovering uranium), the groundwater in the production zone (orebody) is used as the source of water supply. These are the production/injection well applications (T.F. No. U.W. 14-18-253) referred to in the Memorandum. It is not clear as to what water supply is referring to in the comment.

Mr. J. E. Rothfleisch
Memorandum from Louis E. Allen
September 5, 1980
PAGE TWO

Please contact me if there is any specific information that OPI can provide that will assist the NRC in responding to the State Engineer's Memorandum.

Sincerely,

OGLE PETROLEUM INC.



Glenn J. Catchpole
Project Manager

GJC:jm

CC: Dr. Minton Kelly, ORNL
Document Management Branch