MEMORANDUM FOR: A

Atomic Safety and Licensing Board

and All Parties

FROM:

Charles J. Haughney, Chief Fuel Cycle Safety Branch Division of Industrial and Medical Nuclear Safety

Office of Nuclear Material Safety

and Safeguards

SUBJECT:

NEW INFORMATION POTENTIALLY RELEVANT AND MATERIAL TO BOARD PROCEEDING IN THE MATTER OF SEQUOYAH FUELS CORPORATION,

DOCKET NO. 40-08027-MLA

In conformance with the Commission's policy on notification of Licensing Boards or the Commission of new relevant, and material information, this memorandum calls attention to an action by the staff which may affect the renewal of the Sequoyah Fuels Corporation (SFC) license.

On October 3, 1991, the staff issued an Order Modifying License and Demand for Information (copy enclosed) to Sequoyah Fuels Corporation. The Order modifies SFC's license by requiring SFC to remove, for a 1-year period, a named individual from supervisory or managerial responsibilities over NRC-regulated activities. The Order also requires SFC to perform an in-depth review of the administrative control and implementing procedures in the Health and Safety and Environmental Programs; the review is to be conducted by qualified personnel from outside SFC approved by the NRC. The Demand also requires SFC to respond to concerns over other named individuals' ability to perform the organizational responsibilities and authorities outlined in SFC's license. The requested information is considered necessary to determine whether to modify, suspend, or revoke SFC's NRC license and whether to renew the SFC license.

Charles J. Haughney, Chief
Fuel Cycle Safety Branch
Division of Industrial and
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Office of Nuclear Material Safety
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Enclosure: 10/3/91 Order Modifying License

and Demand for Information

cc: Service List

Distribution w/o encl.

Docket 40-8027

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\*See previous concurrence

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