



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D. C. 20555

DCS

SEP 20 1990

Docket No. 40-08027
License No. SUB-1010
EA 90-162

Reau Graves, President
Sequoyah Fuels Corporation
Sequoyah Facility
I-40 and Highway 10
Gore, Oklahoma 74435

Gentlemen:

Subject: Order Modifying License

Enclosed is an Order Modifying License requiring that Sequoyah Fuels Corporation characterize the site, take actions to prevent further releases of contaminated water, and conduct appropriate monitoring of ground water. The Order is based on concerns that uranium contaminated water seeping from underneath the main process building may contaminate ground water and the environment in the plant's unrestricted area.

The issuance of this Order does not preclude the NRC from considering and taking enforcement actions for the contamination that led to the issuance of this Order. In accordance with 10 CFR 2.790 of the NRC's "Rules of Practice," a copy of this letter and the enclosed will be placed in the NRC's Public Document Room.

Sincerely,

James M. Taylor
Executive Director for Operations

Enclosure: As stated

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