LIC. F September 2, 1982

Mr. Dan Gillen
Uranium Recovery Licensing Branch
U.S. Nuclear Regulatory Commission

7915 Eastern Avenue
Silver Spring, Maryland 20910
Re: Docket No. $40-8681$, SUA- 1358
Dear Mr. Gillen:


Per our discussion by telephone on August 30, 1982, Energy Fuels Nuclear, Inc. ("Energy Fuels") finds it necessary to request permission via an administrative license amendment to discharge tailings into Cell 3 prior to the completion of construction of the Cell 4 dike (safety dike).

As you are aware, the tailings cells at White Mesa are formed by excavating a huge volume of material, and then building a containment dike on the downstream side of the excavated cell. Therefore, it is possible to discharge a considerable volume of tailings which can be contained below grade, creating no head on the dike itself.

Discharging of tailings up to this amount bears no relevance to safety matters connected with the dike itself, or with the downstream safety dike. In other words, it is not conceivable that a dam break could occur and release tailings as long as tailings are held below grade.

Specifically, Energy Fuels requests permission to utilize Cell 3 for storage of tailings in the absence of a downstream safety dike. During the period of such storage, tailing solution will be kept below grade level so as to allay any concern regarding downstream containment in the case of dike failure.

However, it is assumed that tailings can be stored against the dike to the extent that progressive construction of the safety dike will contain the volume of a potential

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Amount Fee Category: 150 ;

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spill. The latter provision is important in that it now may be next spring (1983) before the safety dike is fully constructed.

Your prompt attention to this matter will be appreciated. A check for $\$ 150$ is enclosed to cover the fee for an administrative admendment.

Sincerely yours,

C.E. Baker

Manager, Regulatory Compliance
CEB/kc
Enclosure
CC: G.W. Grandly
M.D. Vincelette
D.K. Sparling
B.K. Reaveau
H.R. Roberts
G.E. Glasier

## William 0. Miller, Chief

 License Fee Management Branch, ADMApplicant: Energy Fuels Nuclear, Inc
License No.: $\quad$ VA - 1358 Fee Category: $\qquad$
Application Dated: $9-2-82$ Received: $\qquad$ $9-20-82$
Applicant's Classification: $\qquad$ minor

The above application for amendment has been reviewed by NMSS in accordance with $\mathbf{\$ 1 7 0 . 3 1}$ of Part 170, and is classified as follows:

1. Safety and Environmental Amendments to Licenses in Fee Categories 1 A through $1 \mathrm{H}, 2 \mathrm{~A}, 2 \mathrm{~B}, 2 \mathrm{C}$, and 4 A .
(a) Major safety and environmental
(b) Minor safety and environmental
(c) Safety and environmental
(Categories 1D through IG only)
(d) Administrative

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$\qquad$
2. Justification for Reclassification: $\qquad$
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$\qquad$
$\qquad$
3. The application was filed (a) $\qquad$ pursuant to written NRC request and the amendment is being issued for the convenience of the Commission, or (b) $\qquad$ other (state reason): $\qquad$
$\qquad$
$\qquad$

MAIL CONTROL \#: 20743 CASEWORK \#: OYRD8681331を CHECK INCLUDED:
$\square$ No
(X) Yes

Amount: $\$ 150, \$ 3350$


Date of check: 4بक्ष $9-31-82$ \# on check: 44660; 45446

