



December 21, 1990

**Certified Mail
Return Receipt Requested**

Mr. Charles J. Haughney, Chief
Fuel Cycle Safety Branch
Division of Industrial and Medical
Nuclear Safety, NMSS
U.S. NUCLEAR REGULATORY COMMISSION
Washington, D.C. 20555

RE: License SUB-1010; Docket No. 40-8027
Amendment Application

Dear Mr. Haughney:

Sequoyah Fuels Corporation (SFC) submits the enclosed application to amend Chapters 2 and 11 of License SUB-1010 to reflect recent organizational changes. Briefly, the Manager, Regulatory Compliance and Quality Assurance is now the Vice President, Regulatory Affairs, and the UF₆ Area Manager has filled the position of Manager, Operations. A more detailed explanation of these changes is attached.

Also enclosed is a revision to Chapter 3 which reflects changes to the facility's Restricted Areas, and a minor revision to correct and update technical information in Chapter 16.

In accordance with 10 CFR Part 170.31, enclosed is Check No. 076495, dated 12/13/90, in the amount of \$150.00, as SFC's application fee for this amendment request. Should you have any questions concerning this amendment request, please contact me at 918/489-3207.

Best Regards,

Lee R. Lacey
Vice President
Regulatory Affairs

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Enclosures as stated

xc: A. Bill Beach, NRC Region IV
Keith E. Asmussen, General Atomics

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BACKGROUND INFORMATION ON THE
LICENSE AMENDMENT APPLICATION

1. The former position of Manager, Regulatory Compliance and Quality Assurance has been upgraded to Vice President, Regulatory Affairs to reflect an expansion of the scope of the position, and to give this important area more organizational emphasis and authority. A Quality Assurance Engineer position has been authorized and filled, in order to give full-time attention to critical Quality Assurance functions. Lee Lacey is the Vice President, Regulatory Affairs, and Joe Bohannon, formerly the DUF₄ Area Manager, is the Quality Assurance Engineer. Mike Chilton will act as DUF₄ Area Manager (the UF₆ Reduction Plant is not expected to return to full operation until the latter part of 1991).
2. Mike Chilton, formerly the UF₆ Area Manager, has been promoted to Manager, Operations (Jim Mestepey was previously acting in this position). Larry Tharp, formerly the Manager, Process Engineering, was moved into the UF₆ Area Manager position. For the time being, Mike Chilton will act as Manager, Process Engineering.
3. Ricky Callahan has been promoted to Supervisor - Health Physics. SFC now has two such supervisors.
4. In the future, SFC plans to make application to NRC to move the health, safety, and environmental functions under the Vice President, Regulatory Affairs, thereby enhancing the technical direction given to these areas.

DRAFT DESCRIPTION OF STORMWATER MANAGEMENT AT SFC

The following description is submitted for NRC preliminary review and comment. It is anticipated this would be added to the Safety Demonstration Section of License SUB-1010 once the system is operational.

Stormwater Management

Facility stormwater from the industrial area is collected via a collection channel or natural drainage, and flows to a reservoir. The reservoir contains all stormwater runoff from the site, excluding the process buildings. A discharge point from the reservoir is the sole permitted discharge point for stormwater runoff from the facility, and is regulated by a National Pollutant Discharge Elimination System permit and an Oklahoma Water Resources Board Waste Disposal permit.

The reservoir provides the following options for managing and utilizing the stormwater:

- 1) Irrigation of nearby fields to take advantage of the trace nutrient content and maximize forage crop production;
- 2) Retention of the water for aesthetic and recreational benefit of the facility and its employees; and
- 3) Sampling and discharge of excess water under permit.