40-3453

50.



State of Utah

DEPARTMENT OF ENVIRONMENTAL QUALITY RETURN ORIGINAL TO PDR, HQ. OFFICE OF THE EXECUTIVE DIRECTOR

Michael O. Leavia Governor Dianne R. Nielson, Ph.D. Executive Director

168 North 1950 West P.O. Box 144810 Salt Lake City, Utah 84114-4810 (801) 536-4400 (801) 536-4401 Fax (801) 536-4414 T.D.D.

November 12, 1993

Honorable Bill Orton Congress of the United States House of Representatives Washington, D.C. 20505-4403

Dear Congressman Orton:

Thank you for your help on the Moab Atlas tailings reclamation issue. As you know, the Nuclear Regulatory Commission (NRC) has retracted its Finding of No Significant Impact (FONSI) for in-place reclamation of the Moab Atlas tailings pile. The NRC is in the process of re-evaluating both the proposed technical design and also the Environmental Assessment (EA). Possible outcomes of the NRC's re-evaluation could be either a new FONSI and EA based on a more rigorous design for reclamation in-place, or a finding that a full or partial Environmental Impact Statement (with the consideration of alternatives to reclamation in-place) is needed. This decision apparently will be made by the NRC sometime in 1994.

Currently the NRC is in the middle of re-evaluating the technical aspects of the in-place reclamation design, including the issues you raised in your October 22 letter to Ramon E. Hall of the NRC (lateral movement of groundwater, dissolution of the underlying salt layer, and seismicity). Other technical issues that are of concern are contained in comments that were sent to the NRC by our Department and the Division of Radiation Control. A copy is enclosed for your information. The more significant technical concerns include the infiltration of polluted groundwater into the Colorado River, the potential seismicity of the site, the potential for both the Colorado River and Moab Wash to erode the tailings, and the adequacy of the proposed cover in limiting water infiltration and radon emanation. Another very important part of the NRC review will be to perform a new cost study comparing reclamation in-place versus relocation of the tailings pile to an off-site location.

Concerning the seismic and salt dissolution issues, the NRC recently sent one of their geologists to meet with the Utah Geological Survey (UGS). The UGS has recently conducted more detailed geological mapping of the Moab area, and has found that a major fault lies underneath the proposed tailings embankment. The UGS also believes that salt dissolution is actively occurring beneath the site, increasing the potential for seismicity. This information was conveyed to the NRC geologist. The NRC will also be sending personnel for another Atlas site visit to study the 94-0082800-4P erosion potential of the Colorado River.

PDR

9312150146 931112 PDR ADDCK 04003453 DESIGNATED ORIGINAL Contified By many C. Hard

Honorable Bill Orton November 12, 1993 Page 2

In addition to the technical concerns, there are several environmental issues that are being reexamined by the NRC with input from the Department of the Interior, the Environmental Protection Agency and the National Park Service. The major environmental issues are the potential impacts on wildlife and endangered species in the Colorado River and the potential impacts on the nearby National Parks.

Please contact me or my staff for more details of the technical issues involved or for any other information we can provide you concerning the Atlas tailings reclamation. We appreciate the time and resources you and your staff have provided in working with our Department on this and other issues.

Best Regards,

Dianne R. Nielson, Ph.D. Executive Director

cc: Peter Heaney, Grand County Council Ramon Hall, NRC UFRO, Denver