9/8/61 Richard L. Cunningham, Chief, Enforcement Branch Division of Licensing and Regulation Donald A. Nussbaumer, Chief, Source and Special Nuclear Materials Branch, Division of Licensing and REgulation VANADIUM CORPORATION OF AMERICA APPLICATION DATED SEPTEMBER 5, 1961, FOR AUTHORIZATION TO RELEASE RA IN EXCESS OF 10 CFR 20 INTO THE ANIMAS RIVER. Docket 40_ 226 IR:JJL We have received an application from the Vanadium Corporation of Americauranium mill in Durango, Colorado, requesting authorization pursuant to 20.106, to release Ra-226 in excess of the permissible levels of 10 CFR 20 into the Animas River. We have determined that the application as submitted is wholly therefore, inadequate as to information content and the application will be denied without prejudice to the resubmission of a new application which takes into account the inadequacies in the application which will be pointed out to them in our denial letter. Section 20.106 by implication permits a licensee to conduct studies on their effluent release up to a maximum of one year and the information as submitted is to form the basis for either our granting or denying the request. Since the licensee has elected to use the results from a 6 month study and our review conclusion is that of a denial, we would consider it appropriate that you issue a cease and desist order to VCA which prevents the release of any plant liquid effluent into the Animas River until their application for exemption is resolved. Please keep us informed of your actions. 9809210052 610908 PDR ADOCK 04001712 PDR