UNITED STATES OF AMERICA
ATOMIC ENERGY COMMISSION

9/22/40

IN THE MATTER OF

Source Material License No. R-157

KERR MCGER OIL INDUSTRIES, INC.

ORDER

I

Kerr McGee Oil Industries, Inc., Okhahoma, City, Oklahoma, hereinafter referred to as the licensee, is the holder of source material license No. R-157 issued by the Atomic Energy Commission under its regulation "Control of Source Material", Title 10 Code of Federal Regulations, Part 40, (10 CFR 40). This license authorizes the company to receive possession of and title to raw and refined source material for processing at its mill at Shiprock, New Mexico. The expiration date of the license was February 29, 1960. The licensee filed an application for renewal of the license on January 25, 1960. Accordingly, pursuant to Section 40.26,10 CFR 40, Section 2.103, 10 CFR 2, such application constituted a timely application for renewal causing licensee No. R-157 not to expire until the application for renewal is finally determined by the Commission.

II

On January 9, 1958, an inspection of the licensee's activities under the licensee was conducted. The violation of the Commission's regulations by the company in failing to conduct surveys necessary to determine

8605220371 860505 PDR FOIA BARNES85-529 PDR compliance with Section 20.201(b), 10 CFR 20 was the subject of a notice of violation issued by the Commission pursuant to Section 2.201, 10 CFR 2, dated May 14, 1958. The licensee responded to the notice by a letter dated May 29, 1958, stating that it would be in a position to comply with the survey requirements of the Commission shortly after June 15, 1958.

(Acknowledgement letter not sent on surveys).

III

From inspection of the licensee's activities at the Shiprock mill June 1747 conducted on January 9, 1958, and investigations conducted on August 31, 1960, September 1 and 2, 1960, and October 4-6, 1960, it appears that the mill is being operated in violatinn of the Commission's regulations "Standards for Protection against Radiation", 10 CFR 20 (and of the terms and conditions of license No. R-157), issued pursuant to the Atomic Energy Act of 1954, as amended, in that:

- I. Airborne to unrestricted areas
- 2. Airborne in mill
- 3. Effluence to un restricted areas liquid
- 4. Discharged to unrestricted areas quantities of liquid effluent containing radioactive material in excess of the limits

IV

It is hereby found that health, interest, and safety of members of the public, including the licensee's employees, who are subject to receiving exposure to radiation in excess of the maximum permissible

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limits set forth in "Standards for Protection against Radiation", 10 CPR 20 as a result of the violations set forth in Section III require that:

- No further notice of violation pursuant to Section 2.201,
 CFR 2, be given, and
- 2. That the provisions of this Order be effective immediately (as set forth in Section V below).

V

In view of the foregoing and pursuant to the Atomic Energy Act of 1954, as amended, and the regulations in Parts 2, 20, and 40, 10 CFR, IT IS HEREBY ORDERED THAT THE LICENSEE SHALL:

- 1. Within 30 days after the date of this order, submit to the Division of Licensing and Regulation, for its approval, a complete description of its radiation safety procedures, which shall contain:
 - a. A detailed description of the survey program,
 including sampling procedures, occupancy factors,
 any change in present method of sample analysis,
 commencement date of survey program and identification of personnel responsibile for making surveys,
 to determine:
 - Concentrations of airborne radioactive material to which employees are exposed;

(2) Concentrations of radioactive meterial in airborne and liquid effluents to unrestricted areas; and (3) Exposure of employees to sources of external radiation A detailed description of the program instituted by the licensee for the instruction of employees in radiation safety measures to be observed in the mill. A detailed description of the program for supervision instituted by the licensee to assure that (1) Radiation safety equipment installed in the plant or provided to employees is in proper working order and is being used in the proper manner, and (2) Safety instructions and procedures are being observed. 2. Within 30 days after the date of this Order submit to the Commission: a. A detailed description of the licensee's organization, including authority and responsibility of each level of management and/or supervision in regard to development and adoption of and adherence to mill operating procedures. The qualifications, experience and duties of the personnel in the licensee's organization assigned the responsibility for developing, conducting, and administering the radiation safety program for the mill.

- 3. Within 60 days after the date of this Order and for each calendar month thereafter, submit a report on progress of the program instituted by the licensee pursuant to Section V.2 which shall contain:
 - a. Identification of areas of the mill or its environs for which surveys were conducted.
 - b. Identification of each area of the mill or its environs where it appears that employees may be exposed to airborne concentrations of radioactive material or to external radiation in excess of the limits specified = Part 20, or where airborne = *iquid effluents are discharged in concentrations in excess of the limits of Part 20. Such monthly reports shall be filed not later than the 10th day of each subsequent month. Such monthly reports shall be filed until the license is terminated or until, upon application of the licensee to the Commission, this Order is modified or rescinded.
 - c. A detailed description of plans to correct conditions identified in Item 2.
 - d. A statement of the effectiveness of planned corrections set forth in previous report

DIVISION OF LICENSING AND REGULATION ROUTING SLIP

DATE 7-11-62 Price, Harold Nussbaumer, D. Bryan, R. Lowenstein, R. Delaney, J. Borlik, R. Kirk, R. L. Doulos, N. Boyd, R. Price, E. R. -Harmon, D. Gaske, M. Mason, J. R. Lane, J. Mason, N. Layfield, R. Muller, D. Page, R. McCreless, T. Murphy, J. Brauch, L. Watson, N. Hallan, J. Cunningham, R. Wilcox, R. Handler, R. Buchanan, C. Rock, B. Levine, S. Welty, C. Rogers, L. R. Breslauer, S. Davis, P. Di Nunno, J. Barker, R. Elliott, K. Anderson, F. Smith, D. Fleury, E. Baker, R. Ireland, R. DeYoung, R. Catlin, R. Karas, F. Holt, A. Hutton, G. Klug, N. Inman, G. Parker, C. Maccary, R. Huard, Roger Rizzo, J. Edwards, C. Johnson, L. E. Steele, H. Newell, J. Teets, Stella Waterfield, R. Peterson, Helen Aikens, A. Beck, C. Case, E. G. Glynn, J. FROM & Smilt Gresh, G. Luke, C. D. Lindberg, B. Durkan, F. Ray, W. Skovholt, D. Rusnack, W. Wilgus, W. Files Remarks

APPELICANT VanadimmuCorporation of America

DOCKET 20. 40-1712

DOCUMENTS

DATE DOCKSTED	DESCRIPTION
September 27, 175	7 Appl. for SH Lic. renowal of prov. lic. R-102 to cover raw vanedium uranium ores and sedium uranate.
October 24, 1957	Ltr. returning SN Aupl. for re-submittenece without "Sempany-Confidential" on them.
Navember 7, 1957	Ltr. 11/6/57 withdrawing fermer lic. appl. and resubmitting appl. for SM Lic. to cover vanadium-uranium eres and sedium uranate.
November 18, 1957	SM Lic. R-102 issued.
May 22, 1958	Ltr. informing that there were seferal items of non-compliance due to the inspection. Altr. informing of the steps to be taken to correct this is requested within 30 days.
June 4, 1958	Ltr. informing of the steps to be taken to correct the deficiencies of non-compliance.
July 3, 1958	Ltr. inferming that the steps of action taken is adequate to correct the deficiencies.
Oct. 14, 1958	Ltr. trans. appl. fer renewal of SM Lic. B-102 due to expire 12/1/58.
ect. 20, 1959	ABC-2, submitted Oct. 20,1958 for renewal of SM Lic.
Шот. 17, 1958	SM Lic. B-102 amendment #1 issued.
Mr. 30, 1959	Ltr. 3/24/59 req. exemtion from regulations by the use of a single warning sign at each entrace to the area.
May 27, 1959	Ltr. to VCA re: inspection conducted at the mill in Durange, being operated in violation to AEC's regulation under 2-102. Ltr. to Dr. Clerre(Dept. of Pub. Scalth) Informing him of orders assued. Ltr. frm. VCA in and. to our ltr. of 5/22/59 re: violations discovered.
July 24, 1959	Ltr. to VCA amending SM Lis. R-102 under certains conditions effective
	tr. to Dr. Cleere (Dept. of Pub. Health) trans. further orders to the companies, amending their libensees to incorporate survey programs and precedures, facility and equipment changes which they have proposed.
Oot. 26, 1959	Ltr. 10/23/59 trans. ARC-2, for the renewal for SM Lic. B-102.
Oct. 14, 1959	Ltr. 10/14/29 frm. applicant submitting the progress rpt. for their effluent and Animas River pollution problem.

ATPUICATE Vanedium Corporation of America

Cat. 13, 1960

DOCKET NO. 40-1712

DOCUMENTS

D. 7 DOCKLYED	DESCRIPTION			
Nov. 5, 1950	Ltr. to acknowledging receipt of application for renewal of SM Lic. R-102.			
Мот. 6, 1959	Ltr. to applicant req. additional information.			
Decem er 17, 1959				
December 30, 1959	Ltr. 12/26/59 giving info regarding the operation of the mill at Durango, Colorado.			
June 16, 1960	Ltr. to applicant stating that the concentrations of airborne radio- active material within the mill are still to high to be considered safe.			
July 21, 1960	Ltr. to applicant stating that Dr. Leslie Silverman and R. E. Cunningha will visit your sill the week of Aug. 7, 1960 to parfers as ex-site eviluation of your plans at Durange on Aug. 10, 1960.			
	8-15-60			
August 22, 1960	Repett *VCA-DustCentrel* (9 cys rec'd).			
September 14, 1966	Ltr. to applicant trans. rpt. entitled "AEC Radiation Control Program for Uranium Mill Operators", dtd. May 11, 1969.			
September 19, 1960	Rot. "Vanadium Corporation of America Durange Mill-Dust Control rec'd. Exhibit I that. Plants. Specifications of Dust Control Systems" req. Company Confidential (2 cys. ppt. & exhibit rec'd) Received for docket. 4-14-60.			
And the second second	Ltr. 9/8/60 to VCA, stating that the installation schedule which they proposed in their Aug, 19, 1960 ltr. is antisfactory, but we can't assuthem that additional changes will not have to be made before Mar. 31, 1962 as req. in their ltr. of Aug. 19, 1960.			

Ltr. 13/11/69 frm. applicant submitting a mpt. on their dust project

centaining data and details for the ments of Sept. (1 cy. rec'd)

U. S. ATOMIC EMERGY CONNISSION

APPLICATE 7	anadium	Corporation	01	America
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DOCKET NO. 44-1712

	DOCUMENTS					
	DATE DOCKETED	DESCRIPTION				
~	Wev. 16, 1960	Ltr. 11/10/60 frm. VCA submitting a rpt. on their dust project containing data and details for the meath of October, 1960.				
7	Nov. 21, 1960	Ltr. 11/21/60 to VCE in ans. to ltr. of 7/29/60 on dust control at the Darange Mill. Exhibit I, "Plot Plan & Specifications of Dust Centrol Systems" marked for company confidential is treated as proprietary info, unless we hear from you within 30 days to the centrary.				
1	Dec. 7, 1960	Ltr. 12/5/60 frm. VCA submitting a rpt. on their dust project containing data and details as well as an approximate completion schedule. (1 cy. res'd.)				
1	Jan. 9, 1961	Ltr. 1/6/61 frm. VCA submitting a rpt. on their dust project containing data and details as well as an approximate completion shodule for Dec., 1966.(1 cy.)				
	Jan. 12, 1961	Ltr. 1/12/61 to VCA advising that incomes as no reply has been received to our letter of 11/21/60 regarding withhelding of Exhibit I to 1tr. of 7/29/60, sequesting Exhibit I is being released to AEC Public Decument Room.				
1	Peb. 13, 1961	Ltr. 2/9/61 frm. VCA submitting a rpt. on their dust project containing data and details for the month of January, 1961.(1 sy. rec'd)				
1	far. 13, 1961	Ltr. 3/10/61 frm. VCA submitting a rpt. on their dust control at the Darange mill. (1 cy. rec'd.)				
1	pril 17, 1961	ttr. 4/12/61 frm. VCA informing us that on Apr. 6, they started the No. 2 Scrubber with its dust collecting equipment, within the next few days they expect to have the mechanical operation satisfactory with all the adjustments necessary				
2	lay 15, 1961	Ltr. 5-12-61 fm VCA informing us that their dust cellecting system for their Durango Mill was started on Abril 6 as stated in their Apr 12 ltr and that some minor mechanical adjustments have been made and are satisfied with its operation				
,	6y 10, 1961	Complaint dtd. April 20, 1961 in the matter of "Vanadium Corp. of America"				
1						

A POT ITAME Vacantum C rowration of America

DOCKET NO. 43-1712

DOCUMENTS

DATE DOCKETED

DESCRIPTION

- Time 2. 1862 Ltr. 5.31/61 frm. VCA confirming the telephone conversation with Fr. Similagham regarding the r Surange Dust or yest.
- Medical Senter showing the crushing, grinding, reasting, uranium plant and automatic sempling area for the period of Apr. 1, 1961 to June 3, 1961; and the non-restricted area sampling data from Sen. 1, 1961 to date. (2 complete cys. rec's.
- any requirements to perform routine urinalysis for uranium in conn. w/their uran um milling operations if such h/been inc. as a condition of their lic as a resul of statements and representations made by them in their lic appl or amendments, thereto
- Jun. 30, 1961tr. 6-27-61 fru. VCA supplying a detailed description of their procedure for call bratian their alona counter.
 - Jun. 30, 1961 Ltr. 6-27-61 frm. VCA submitting a respirator programs for their Durange plant.
- July 12, '61 Ltr. 6-29-ol to VCA confirming results of REC's mil. visit of 6-22-61-list ng steps they agreed to take to correct conditions of rosster area, No. 2 and 4 crus ing grinding area, and the automatic ore sampling area have concentrations of air bore radioactive math. such that personnel can be exposed to a max. of 3 times to allowable simits....in addition, they will forward w/their reply to this ltr all data they have in their possession correlating alpha count to chemical analysis.
 - July 12 '61 Ltr. 7-6-61 fm VCA ack our recent ltr (6-29-61) re urinelysis for uranium. 4-
 - July 12, '61 Ltr. 7-6-01 fm VCA ack our ltr of 6-29-61, re recent visit of REC, and confirming corrective steps in our ltr of 6-29-61 that they agreed to take.....and advising us further that their ltr dtd 6-27-61 contained requested data to correlate the alpha count to chemical analysis by their methods.
 - July 17, '61 Ltr. 7-1,-61 fm VCA trans. a cy of their Radiation Control Report for the the 2m quarter, 1961. Which includes: (1 cy rec'd of both transml.)

Section 1 - Airborne Rad. Area Code

- " 2 Airborne Rad. Area Summaries
- 3 Individual Airborne Rad. Quarterly Summaries
- " 4 Film Badge Results
- 5 Stack Discharge Measurements
- " 6 Liquid Effluent Discharge
- 7 Unrestricted Area Air Sampling Results
- # 8 River Water Sampling Results

PAGE FIVE U.S. ATOMIC ENERGY COMMISSION APPLICANT Vanadium Corporation of America DOCKET NO. 40-1712 Durango, Colorado DOCUMENTS DATE DOCKETED DESCRIPTION Ltr. 8-1-61 for VCA advising us of overexposure of three of their employees ... the Aug. 7, 61 determination of dosage was fm. film badge readings ree'd fm Rad'n Detection Co., cys. of which were included in their Radiation Control Report, Second Quarter, 196 submitted 7-14-61. (for PIR, see File for Part 9) Aug. 21,63 Ltr 8/11/61 to Vamedium Cormoration of America Acknowledging their ltr 8/1/61 reporting high film badges readings for three employees for second quarter of 1961 (no sy made fro PDR) Ltr. 8-30-61 fm Vanadium Corporation of America requesting permission for Effluent Sept. 6, 61 Discharge into Aminas River in accordance with par 20.106 of 10 CFR, Part 20. (2 cys. rec'd) Dec. 11, 61 Ltr. 12-8-61 to VCA requesting them to inform within 15 days whether or not crushing and grinding operations at their Durango mill are continuing, in view of the fact that it was Mr. Cunningham's (as a result of his June visit) understanding the they pla ned to discontinue such opens at their Durango mil when the upgrader at Naturia (40-6589) was licensed for operation.....if so, inform us what other measures they have taken to further reduce concentrations at the Durango mill; and requesting them to describe the new process for extracting uranium from ore, include ing the route by which Radium leaves the mill. Dec. 11, 61 Ltr. 12-7-61 from VCA furnishing detailed counting technique with certain conclusions on the matter of appraisal of alpha counting techniques, supplement to their ltr. of 6-27-61. Included: Ltr. 12-5-61 from Univ of Colorado Medical Ctr. to VCA, appraising data accumulated concerning uranium assay versus alpha counting techniques on 406 airborne rad dust samples collected in Durango mill ore handling areas in Sept and Oct 1961-recommend that all past accumulated data obtained by the use of counting techniques be corrected by a factor of 0.5 and that all future data be caluculated in accord with this factor. Dec. 21,61 Ltr. dtd 12/19/61 fm VSA ack. our ltr of Dec. 8, 1961 and additional info which was requested in that ltr. Feb. 28, 62 Ltr. 2-26-62 from VCA advising that they will defer making the survey (re soda leach tailings) and furnishing the results until they have finished acid leaching these tailings...in conn w/their ltr of 12-19-61. (3 cys. rec'1)#2423

Feb. 28, 62 Ltr. 2-26-62 from VCA concerning talks between their Mr. Gilliland and ours Messrs Harmon & Mussbaumer re uranium c emical assay versus counting techniques. Encl.

> Ltr. 2-22-62 from Univ of Col. Medical Ctr. to VCA (Brinker) Re: Alpha Counting vs. Chemical Assay. #2425 (file cy of ltr dtd 9-22-61 ref'd in this ltr. is in Central Files, "Comments on Part 20")

APPLICANT	Venadium	Corperation	01	American
		Colorado		

DOCKET NO. 40-1712 ..

DOCUMENTS

DATE DOCKETED	RESCRIPTION				
Mar. 29, 196	Ltr. 3-26-62 frm VCA trans. a copy of a ltr. addressed to them from Mr. Gilliland dtd. 3-20-62 giving a further evaluation of use of alpha counting techniques for the radiation control program. #336h (h cys. re				
Apr. 27, 162	Ltr. 4-27-62 fm Vanadium Corp. reporting the exposure of an employee to radioactive material. (Rec'd for docketing 5-8-62)				
May 8, 1962	Ltr. 5-8-62 to VCA ack. their 4-27-62 ltr. and advising that they will be notified if further info is required.				
May 14, 1962	Ltr. 5-11-62 fm Vanadium Corp. advising us of the changes in procedures at their Durango plant during the last few morths. (h cys. rec'd)				
June 5,62	Ltr. dtd 6/4/62 to Tanadium Corp. of America, giving them notice that we intend to modify their license in order toxemit/yxtheirxline provide assurance that appropriate steps are taken by all concerned in the event of a rupture in an earth dam retention system and the resulting release of the contained waste to unrestricted areas.				
Jume 11, 1962	Lir. 6-7-62 fm Vanadium Corp. req. that the limits given in appendix 3, Table 1 of Section 20.103(b) of 10 CFR 20 be deemed to apply to expensure to the concentrations specified for 160 hours in any period of 25 consecutive days. (4 eys. rec'd) #5432				
June 20, 1962	Ltr. 6-10-62 in Vemadium supplementing their 5-11-62 ltr. in regard to the matter of processing, etc(4 eys. res'd) \$5724				
June 21, 1962	Ltr. 6-19-62 fm Tanadium ref. our 6-4-62 lyr. and advising that the proposed statement in that ltr. may be made a part of their lic. (1 cy. rec'd) #5772				
June 29,62 .	Ltr. dtd 6/29/62 to Vanadium Corp. of America advising the their Lic. No. R-102 has been amended as requests in their ltr of 6/19/62				
July 3, 1962	Ltr. 7-3-62 to Vanadium Corp. advising that Mesars. Musebaumer, Beck, Page and Harmon plan to visit their mill on 7-17-62 to obtain first hand knowledge of their mill in connection with our review of their application for license renowal.				
July 9, 1962	Ltr. 7-6-62 fa Venadira Corp. previding with infe in regard to their method for analysis of airborne dust samples, etc. Attached: "Statement by Venadira Corp. of American, Darrange, Colorade, for Third Session of Comfarences on the Interstate Pollution of the Colorade River, May 9, 1962, Salt Lake City, Whah." (h sys. of ltr. & attantement roc'd) \$7223				

WLR-5 (3-62)

U. S. ATONIC ENERGY COMMISSION

APPLICANT

Vanadium Corporation of America Durango, Colorado DOCKET NO.10-1712

DOCUMENTS

DATE DOCKETED

DESCRIPTION

July 11, 1962

Ltr. 7-9-62 fm Vanadium Corp. advising that the date July 3, 1962, is satisfactory in regard to the visit from as to their Durange plant. (1 cy. rec'd) #7318 (Suppl only)

Kerr-McGee Oil Industries, Inc. P. O. Box 608 Shiprock, New Mexico

Attention: Mr. C. L. Wise

Based on preliminary information, itappears that on August 22, 1960 a portion of the dam on the tailings pond of your uranium mill located at Shiprock, New Mexico, broke, releasing liquid effluents containing radioactive materials in concentrations in excess of limits authorized by 10 CFR THEXXX28x Part 20, "Standards for Protection Against Radiation," the San Juan River.) It further appears that since August 22, 1960, additional liquid effluents containing radioactive materials resulting from the milling of uranium ore under License No. R-157 have been discharged into the San Juan River in concentrations in excess of the limits authorized by 10 CFR Part 20, "Standards for Protection Against Radiation." In view of the foregoing and pursuant to the Atomic Energy Act of 1954, as amended, and the regulations in Parts 2, 20 and 40, 10 CFR, it is ordered that the licensee shall cease and desist from any further discharge of liquid wife effluents containing radioactive materials resulting from activities conducted under License No. R-157 into the San Juan River exert after completion of an investigation by the AEC and specific written approval is obtained from the Commission, atta and the transfer

The public health interest and safety requires that the above order be effective immediately.

You may request a formal hearing with respect to this order or any part thereof, by filing a written request for hearing with the Office of the Secretary, United States Atomic Energy Commission, Washington 25, D. C., within fifteen days after the date of this order. Filing of a written request for a hearing may also be accomplished in person either in the

in the Commission's Public Document Room, 1717 H Street, NW, Washington, D. C., or the Office of the Secretary, Germantown, Maryland.

A timely filing of a request for formal hearing with respect to this order or any part thereof, shall not stay the order, or such part of the order pending determination of the issues by the Commission.

H. L. Price

Memo to Low from HLPrice

Subject: KERR-Mcgee oil industries, inc., licensee No. R-157

This refers to your memorandum of September 21, 1960, forwarding a report of an inspection conducted at the Kerr-McGee# uranium mill on

June 14, through 17, 1960. The citations for noncompliance as specified in the inspection report contain certain deficiencies which should be clarified prior to taking enforcement action.

Portions of the citation for noncompliance with Section 20.201(b) cannot be supported or are incomplete as follows:

- 1. Deficiencies in surveys with regard to airborne radioactive materials released to unrestricted areas are not supported by the information specified in the Inspection Guide particularly with respect to the information outlined under "Essential Information (b)" on Page A-22. In order for us to be specific with the licensee, it is necessary to know how and where air containing radioactive material is discharged from the mill. This includes a description of the ventilation and air cleaning systems, stack locations and dimensions and the boundaries of the restricted area with respect to stacks. This information is not only necessary so that we can be specific with the licensee with regard to the violation but also for evaluation of a proposal the licensee might submit to conduct surveys.
- 2. With regard to the citation for noncompliance with surveys in that the licensee did not take breathing zone samples, please note the testimony given in the Mines Dévelopment hearing with regard to where and when samples should be taken. Breathing zone samples are not necessarily required to make an adequate survey. There is no information in the report which indicates that the licensee would be obliged to take breathing zone samples to determine whether or not people are

being overexposed. With regard to the licensee's failure to perform
time occupancy studies on the employees, such a requirement is not
apparent from the air survey data gathered by the licensee nor, for
the most part, is it indicated by the information in the data gathered
by the AEC. There are instances where the license data shows slightly
above MPC, but this is so small it would be more in the nature of a
technical noncompliance rather than the type of noncompliance which would
require an order be issued. The real deficiency regarding surveys appears
to be that the licensee has not taken a sufficient number of samples to
determine variation of air concentrations with respect to changes in
operating meteorological conditions, etc. and samples were not repeated
often enough to lend statistical validity. This, however, is not

- 3. The specific areas where the licensee should have surveyed but failed to do so are not identified. This identification is necessary since locations sampled by the licensee and the AEC are not identified by the same nomenclature in all instances.
- 4. The inspection report does not contain information as to why it was necessary for the licensee to have conducted a complete survey for airborne concentrations in the period from February 6 to June 14, 1960. It is noted that the licensee did start a survey program in June. There is an implication that dust conditions changed because of the addition of the vanadium recovery circuit. However, reasons as to why this would change conditions are not discussed in the inspection report.
- 5. Enforcement action on the citation that the licensee had not sufficiently sampled the tailings pond seepage as of June, 1960, is not timely since this matter was under further investigation papers. in late august or early September, 1960. We do not have the investigation report.

5. continued.

An order directing the licensee to survey would not be adequate if your investigation has revealed a need to modify the tailings pond to prevent a recurrence of the incident.

Four breathing zone samples gathered by the AEC during preparation of the yellow cake sample show an a average concentration of 1,357 X MPC.

Also, a general air sample gathered by the AEC during operation of the yellow cake sample preparation room showed a concentration of 875 X MPC.

If employees are exposed to these concentrations for extended periods, it may constitute a hazard which should be corrected immediately. The report contains no information by which an evaluation as to hazard can be made.

We will take appropriate enforcement action when these matters are clarified.

- 4. a. Immediately upon receipt of this Order institute corrective

 action to assure that no liquid efflents containing

 radicactive materials in excess of the limits provided in Table B,

 Column , 10 CFR 20 are discharged into any unrestricted

 area from any tailings pond or other area at the Shiprock mill

 and
 - b. Within 30 days after the date of this Order submit a report as to the status which had been taken and will be taken by the licensee to assure that no liquid effluent containing radioactive material in excess of the quantities prescribed in Table B, Column are discharged into unrestricted areas from any tailings pond or any other area of the Shiprock mill.

VI

The licensee may request a formal hearing with respect to this order, or any part thereof, by filing a written request for hearing with the Office of the Secretary, United States Atomic Energy Commission, Washington 25, D. C., within fifteen (15) days after the date of this order. Filing of a written request for hearing may also be accomplished in person either in the Commission's Public Document Room, 1717 H Street, N.W., Washington D. C., or the Office of the Secretary, Germantown,

Pursuant to Section 2.202(b) of the Commission's "Rules of

Practice," 10 CFR 2, a timely filing of a request for formal hearing with respect to this order or any part thereof, shall obey the order, or such part of the order, pending determination of the issues by the Commission.

FOR THE ATOMIC ENERGY COMMISSION

H. L. Price, Director Division of Licensing and Regulation

Dated at Germantown, Maryland this day of October Robert A. Teft So ary Engineering Center 4676 Columbia Pa y, Cincinnett Lt., Ohio

UNITED STATES GOVERNMENT

A STATE OF THE STA

Memorandum

Chief, Danc, FHB, Washington, D.C.

: Attn: K. S. Krausa, Chief Technical Services Branch

DATE: September 23, 1900

Radiological Pollution Activities Ectivogler
Field Oper. Sec., Tech. Ser Property Detailed on the Company of th B. C. Tsivoglou, In Charge

subject: Detailed Report of Data Regarding Shiprock Accident.

This memorandum is to supplement the Surmary statement recently transmitted and to provide the detailed data available. As you may see from attack ments, there has been a great deal of speculative comment from various quarter including the press. As a result, it was felt here highly desirable to refree from reporting until adequate factual information could be available. This occurred with completion this work of the fish toxicity tests of the waste involved, and the accumulated data and conclusions are herewith transmitted.

The Accident

Date and Time. On August 22, 1960, at 11:30 PM or earlier, a tailings pond wall at the Ehlprock, New Mexico, urenium mill (Kerr-Medee) broke, releasing the contents of two out of a series of ten ponds to a wash, or ditco leading to the San Juan River. Mill personnel estimate that the release occurred from 11:30 FM until 1:30 AM on August 23. An observar from the Helium Plant just downstream noted that the San Juan was milky at 7:00 Fel on the 22nd of August and reported the likelihood that one of Kerr-McGee's dikes bad broken. At 4:00 PM on August 22, a U. S. Geological Survey worker (Mr. Orville McCoy) noted that the river three miles downstream was clear, and also noted in a pool a number of fish, all apparently healthy. At 8:00 AM on August 23 be observed "many" deed or dying fish at the same location. The exact duration of the release is not known.

Reporting. It has been werified both by this office and by personnel of the Division of Compliance of the Atomic Energy Commission that the mill management did not report the release to any official or unofficial agency. (Note: Any A.E.C. licensee is required by law to report such "incidents" ismediately). Neither the A.E.C., the Public Health Service, the State of New Mexico, nor the San Juan County Health Department were notified, nor were any of the downstream water plant operators. First reports of a fish kill appear in the local puess (see attachments) on August 27 or 28, some five or more days fellowing the release. Individual observers noted dend fish beginning on August 23.

The release was thereafter reported rapidly by local P.H.S. Division of Indian Health personnel to Regional and other P.H.S. units, and through them to the State of Utah and the Division of Licensing and Regulation, A.E.C.

B/43

K.S.Krause --- 9/23/60 Quality and Quantity of Waste Released. Initial estimates were that some 200,000 gallons of waste were released; later estimates place the figure at about 250,000 gallons. These are the figures supplied by mill personnel and later estimated by P.H.S. and A.E.C. observers. The attached sketch map indicates the general area and route of the released material. As indicated in the attachments, the waste was an organic reffinate, highly acid, and similar to that produced in the V.C.A. plant at Durango, Colorado. The pil was about 1.7, and the liquor contained kerosene, an organic phosphoric acid and tributylphosphate. Its radioactivity and radium contents are presently being determined, but they can be estimated roughly from prior experience with the V.C.A. waste. A.E.C. initial estimates were that the waste contained from 3 to 4 milliouries of Ra-226 and Th-230. Our own estimate is that the total Ra-226 released might have been roughly 300 - Microcuries or about 0.3 millicuries. Later A.E.C. estimates (by phone) are more in agreement with our figure. Ra-226 determinations require several weeks, hence the need to estimate The exact figures will be transmitted as soon as available. Field Observations Upon learning of the accident late on August 30, this office notified A.E.C's Division of Licensing and Regulation at once. Arrangements were many for joint field observation and sampling by Mr. Lammering of this office, A.D. Division of Compliance personnel from Idaho Operations Office, Drs. McMartin and Thompson of D.R.H., and Mr. McElfrish of the San Juan County health Degament. The field inspection was carried out during August 31 and September 1 and 2, and samples of a variety of media were obtained. First-hand reports were also gathered at this time from Kerr-McGee personnel, Helium Plant observ ers, and other local vitnesses. Downstream Water Users Several downstream water supplies are taken from the San Juan Miver. A Helium Plant located immediately below the mill takes its water supply from the river on the mill side at a point only a few hundred feet below the point at which the reffinate entered the river. The intake is a tile underdrain in the river bed. This in effect gives pretreatment so far as turbidity is concerned. The supply is then filtered, softened by zeolite units and chlorinate Shiprock's water supply is taken at times from an irrigation ditch than carries water taken from the San Juan some miles above the mill, and at times from the San Juan via an infiltration gallery located below the mill opposite the Helium Plant intake. Our information is that at the time of the Keri-

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K.S. Srause --- 9/23/60 spill water was being taken from the irrigation canal and not directly from the river. This supply receives only filtration (enthrant) end salerinate. The Mexican Mat, Utah, water copyly also to drewn from the Con July River. Details of intake construction and treatment are not incodiately The area below Shiprock is part of a large Mavajo Indian Reservation, and it is believed that the San Juan is used untreated by a significant number of Indians, as reported in the recent Animas River investigations. Chemical Data Although actual data for the time of the spill is sperse, because of the lack of information that a spill had occurred, certain useful data for data, the Welling Plant was called by mill personnel and asked to watch the pa of their water supply on the morning of August 23. No explanation was given. The pR dropped from 7.8 to 7.4, and soon rose again to its original level of 7.7 or 7.5. The total dissolved solids changed as shown below: Table 1 Total Dissolved Solids, helium Plant Total Disscived Date Solide, Pay Water July 21 400 mg/1. August 22 not reported August 23 1402 August 24 8805 August 25 2160 August 26 2192 These data from the Helium Plant, while not conclusive, do seem to indicate change in quality due to the spill.

Conductance. The U. S. Geological Survey samples the San Juan River routinely at the gaging station three miles below Shiprock, as well as at Mexican Hat, Utah. Information obtained by telephone from their Albuquerq office (Mr. C. E. Sponagle in a conversation with Mr. Stowe of U.S.G.S.) regarding samples at Shiprock gage is as follows: Table 2 Conductivity of San Juan River at Shiprock Specific Conductivity, Micromhos Date Time 1940 August 19 7:30 PM 1940 August 20 6:30 PM 1820 August 21 12:05 PM 1860 11:15 AM August 22 4390 8:00 AM August 23 These data indicate a sharp change in specific conductivity at the same time the pH change was observed at the Helium Flant, and considerably strengthen the evidence that the spill reached the river in considerable quantity during the early hours of August 23. Color. The U. B. Geological Survey also noted that their sample for August 22 was clear and uncolored, whereas the sample for the 23rd of August (8:00 AM) was orange reddish in color. This led them to suspect the presence of iron. Considered collectively, these chemical and physical data appear to leave little doubt as to the presence of the mill wastes in the river at Shiprock. Some color change was also noted on two separate days by an observer at Mexican Hat, Utah. The first occasion was August 24. However, as will be seen below, there is some evidence also of a rain below Shiprock at about this time, and some doubt remains regarding the cause of the unusual color at Mexican Hat. River Flow and Rainfall Early reports from persons at the mill and others indicated that a local shower might have caused a sudden rise and fall of the Ban Juan at Bhi rock, as well as a sharp change in turbidity. There was speculation that ex cessive turbidity may have killed the fish, or that they may wave been strucby the sudden flow change. Accordingly, Mr. Lammering of this office gather * See page 11.

K. B. Krouse --- 9/23/60 A rain gage at Fruitland, New Mexico, (about 15 miles upstream from Shiprock) indicated that no rain occurred during the entire month of August except for 0.02 inches on August 1. This gage recorded in addition 0.04 inches on September 1, and 0.15 inches on September 2. Mr. John Blackke, Division of Indian Health worker at Shiprock, indicated that on August 22 a heavy rain did occur in the Semostes area, but not at Shiprock. Surface flow from this rain would enter the San Juan via the Chaco Wash about one mile above Shiprock. One wash was stated to be flowing on the morning of August 23. However, the downstream flow record indicates that apparently any increase in river flow due to this rain was minor. This evidence, then, indicates clearly that neither excessive turbidity nor sudden changes in river stage was responsible for the fish kill, which was observed as early as 3:00 AM, August 23. Fish Kill Various newspaper and other statements regarding the occurrence of dead fish below Shiprock have been gathered. In addition, a semple of the type of waste involved was obtained on September 1 by Mr. Lammering, and has been tested at the Sanitary Engineering Center by the standard biossay technique. An attachment reporting the fish bloassay results is included, as are the newspaper references that could be obtained, and a memorandim on this subject by Dr. McMartin. Eyevitness Accounts. At 8:00 AM on August 23, in connection with his usual duties, Mr. McCoy again visited the U. S. Geological Survey gaging station on the San Juan about three miles below the mill. At that time he observed that "many" fish in the pool were dead or dying, that catfish especially were trying to surface and that the fish were clustered near the stream's edges in an apparent effort to avoid the main flow. He noted a "methyl" smell in the river at the gaging station. A second eyevitness report was made by Mr. Sun Kapatan, Health Educator, who observed numbers of dead fish near Aneth, Utah, some 40 or 50 miles below Shiprock. (Maps for this general area are limited in detail, and mileages given in this report are necessarily only estimates. They are believed to be not grossly in error). This kill was observed on August 24. A third witness, Mr. Ralph Harmon, night foremen at the Helium Plant, observed large numbers of dead fish ("hundreds") on August 24 in the morning. The location was approximately five miles downstream from the point where the waste entered the river.

a. M. hree ad w. 9/23/60 Unfortunately, by the time (September 1) P. L.S. personnel from this office arrived on the scene the remaining dead fish that could be round here in ted condition due to decay and due to being eaten by birds end/or animals Otherwise spectures might have been collected and autopsy attempted at the Sanitary Engineering Conter. Two newspaper articles referring to the fish kill are attached. understand that there were several other such erticles, possibly one in an Albuquerque neveraper, but we have been unable to obtain copies at this writing. In surmary, the various accounts establish that large numbers of fil were killed over at least 60 miles or so of the San Juan below Enigrock immediately following the release of raffinate at the Kerr-McJee mill. Fish Toxicity Tests. As noted above, samples of the kind of waste that was spilled to the river were obtained on September 1 by Mr. Laurering They were taken from the pond issadiately adjoining the one from which the spill occurred, and it was thoroughly verified with mill personnel that the was the same waste. Upon receipt at the Senitary Engineering Center, fish bioassay tests were commenced at once using the waste. Attached are the detailed results of the tests, as reported by Mr. Henderson of the Aquatic Biology Section. In brief, the wastes were tested for their toxicity to fathend minnovs and bluegills. Dilution water was made up to be similar to that in the San Juan River, based on chemical data obtained from local water plants. The tests indicate that the waste was "highly toxic" to the fish. Its 24nour Tim (Median Tolerance Limit) was 0.41 per cent. This means that a concentration by volume of 0.41 per cent waste in unpolluted water will result in the death of 50 per cent of the fish present within 24 hours. By direct computations it has been estimated that at he release river flow of 82 of a waste flow in the neighborhood of the street and a waste concentration in the river equal to the 24-hour The for the 4 st 2 The duration of waste discharge and exact quantity reaching the river are not definitely established. As noted above, the quantity released was about 250,000 gallons, but there exists some speculation that a part of this seepel into the soil before reaching the river. The duration may have been as enas the two hours estimated by mill personnel (11:30 PM August 28 to 12:00 A August 23) or longer. It would appear to have been not finished by har to on August 23, according to the chemical data noted before. If the 250,000 gallons of weste all flowed into the river is the period, it would have amounted to 4.6% crs, or 13 times the Tie notes above.

K. S. Krause --- 9/23/60 This appears unlikely. However, even if the duration was a full 24 hours, which appears unlikely, an everage of 0.39 cfs would have resulted, which is essentially the 21-hour Tim at which 50 per cent of the fish might be expected to die. Undoubtedly, the actual duration was between these two extremes. Also, of course, averaging the flow over the period of discharge is fallacious - most probably there was an early surge of waste to the river. resulting in a relatively high ofs rate for a short time, with the flow of waste diminishing thereafter. This would result in a "slug" discharge and peak waste concentration passing downriver. There seems little doubt that the Tim itself was exceeded (probably by several times) in the river. Of course, the Tim refers to a concentration at which many fish will die. A safe concentration, at which fish will be protected and not die is estimated by various authorities to be at the most 1/3 of the Tim, and most authorities agree that an "application factor" of 1/10 is more likely to be safe. In other terms, according to best sutbority, at the existing 82 cfs a maximum waste flow that might have been tolerated would have been about 0.12 cfs. This flow was surely exceeded substantially One other item of interest emerged from these bicassay tests. The kill that occurred in the tests was all within the first 24 hours of exposure. In other words, fish that survived the first 24 hours survived for the full 96-hour test period, and presumably indefinitely. The toxicity of the waste was therefore seen to be immediate and sharp. In summary, all available evidence indicates that the extensive fish kill observed on the Ban Juan was the direct result of the spill of soid organic raffinate that began on August 22. The toxicity of this waste is sufficient many times over to account for the kill, and there is no evidence of any other possible contributing cause. Bome speculation that the fish might have been killed by dynamite has been called to our attention. This is mentioned here only because we have heard it from several Headquarters sources including DARRO and DPH. We believe its origin occurs in a memorandum from Dr. McMartin (dated September 7, 1900, to E. C. Tsivoglou, copy attached). How it spread to other places we do not know. From the foregoing evidence it seems to be very clearly fallacious, especially as dead fish were observed at a fairly widely separated group of locations. Redicactivity Estimates of the amount of radioactivity, specifically Ra-226, that may have been discharged with the spill have been made by both this office and personnel of A.E.C. The A.E.C. estimates are referred to in a memorandum dated September 7, 1960, from Dr. NcMartin to Dr. Francis J. Weber (copy attack It has estimated by A.S.C. personnel that a total of 3,000 to 4,000 meros of functional 70-230 could have been released. In another manorantes from Dr. Gerbier to Dr. Weber, dated September 2, 1200, (copy attached) it is not that the A.R.C. personnel estimated that there could have been as much as these the MRC of Su-Sio and Ma-230 at the point of flow into the river for a brief time. It should be noted that these are very carly estimates.

Our ever guess as to the amount of Ra-226 involved has been about 300 microcuries. This does not include Th-230. It was based upon our experience and data regarding the Ra-226 concentrations in other mill effluents that milbe similar - for example, the radiinate from the V.C.A. mill at Dura go, Call Later, in telephone conversations with A.E.C. personnel, they indicated that they did not disagree widely with our estimate for Ra-226 alone.

A preliminary gross elpha assay of the sample of typical pond contents collected by Mr. Lemmering has been partially completed. It indicates a gross alpha activity of about 7,000 unc/l. From prior experience with other effluents it appears reasonable to estimate the Ha-226 content at 1-10 per cer of this figure. Using the 5 per cent, and the 250,000 gallon estimated release it is estimated that there would be about 330 microcuries of Ma-226 release. Thus our estimate remains at about 300 microcuries total Ra-226 release.

If this were released over only two hours, at a flow of 82 efs in the river, and was well mixed with the river, an average concentration of about 18 to 20 muc/1. of Pa-226 would result, or about five times the continuous lifetime exposure MPC of 4.0 (or 3.3, if ICRP standards are used). The very short duration of such exposure makes it minor in terms of allowable exposures even though a standard was momentarily exceeded. The only possible exception here is the Helium Flant intake which is located immediately below the discuss. (about 300 feet) and on the mill side of the river. As noted before, a tile underdrain is used as the intake. It is possible that the spilled vaste page. over the intake and missed it. It is also possible that it did not. In that event the Ra-226 concentration in the Welium Plant intake could have briefly been considerably higher than the estimated 13-20 upc/1., because the vaste was still concentrated and not fully mixed with the 82 ofs of river flow. The cannot be determined now, and must remain in doubt. In any event, even though the 1m-226 MPC was probably exceeded, this was quite brief relative to the fact that the MPC is for lifetime exposures and continuous exposures.

It is therefore estimated that no humans suffered serious overexposure to Ra-226 as a result of the spill from the Kerr-NaGee mill.

A large number and variety of samples of vator, effluents, river made and silts from the Kerr-McGee property were collected on Reptember 1 and 2 by Mr. Lammering and others. Also, small aliquots of San Juan River vater on earlay covering the period of release have been obtained from the U.S. declarical

K. B. Krause --- 9/23/60 Survey for their Mexican Eat, Utah, and Shiprock, N.M., sampling stations. (Daily water samples are collected routinely at these joints by the U. S. 0.8. in connection with their own studies of chemical water quality). All of these samples are presently being analyzed by D. E. Rushing and D. A. Clark for their Pa-226 content. However, this analysis requires a number of weeks to complete, and results are not available now. As soon as they are reported, it will be possible to estimate more precisely the actual Ra-226 release and exposure. Questions Remaining As noted in our memorandum of September 22, Summary Statement, certain basic questions remain. First, even though no serious human radiation exposure apparently occurred, the amount that did occur was unlesirable. Other effluents also contain more Ra-225 et times. Should such releases occur in the future it seems imperative that the nuclear plant undertake to promptly notify responsible A.E.C. and public health officials. Failing this, it is not inconceivable that more serious incidents may occur in the future. . It appears highly desirable that this be brought to the attention of the nuclear industry to assure their more prompt future cooperation. Secondly, this particular type of incident is not completely uncommon. It has occurred elsewhere - for example, twice at the old Naturita, Colorado, mill (presently not operating). It occurs generally because the tailings pond valls are not compacted or otherwise protected from failure and usually because too much liquor is sent into the ponds. In view of this it seems quite necessary that the several mills of the Colorado River Essin undertake to quickly determine practical methods of preventing this type of incident and place these methods in operation at their respective mills. Othervise it appears that such failures of tailings pond walls can be expected to occur in the future. It is suggested here that the Division of Licensing and Regulation of the U. S. Atomic Energy Commission might well be approached by the Public Health Bervice and requested to assist in finding answers and solutions to the aforementioned questions. The management of the Kerr-McGeo mill could not have known a priori that greater human radiation exposure would not occur. NOTE It should be clear from the foregoing that a large number of agencies and individuals have contributed in many ways to develop the foregoing information. The U. S. Geological Survey and U. S. Atomic Energy Cosmission. have been especially cooperative end helpful, as well as a manufel from the Hellum Plant.

K. B. Kreuton --- 9/23/60

NOTE

From "Water Quality Criteria" (1957), Publication No. 3, State Water Pollution Control Board, California, p. 375, the following is taken:

"On the basis of his studies, Ellis concluded that conductances in excess of 1,000 mhos x 10" (1,000 micrombos) at 25° C. in most types of atream, or in excess of 2,000 mhos (x 10°) at 25° C. in the alkaline western streams are probably indicative of the presence of soid or salt pollution of various kinds."



State May Seek SJ Fish Daniage

SANTA FE (UPI)-The State Game Commission may seek dam-Game Commission may seek damages against the Kerr-McGee unanium processing plant for loss of "thousands" of dead fish found in the Sam Juan River after a plant mistage in August . The commission Monday asked its attorney, Lyle Teutsch Jr. of Sants Fe, to find out if it can file court action.

A state health official. John Bourne, earlier discounted the theory that spillage of radioactive fluid from a plant pond near Ship-rook polluted the river enough is

bill the fish.

Dead fish were found Aug. 28 as
its west as Aneth, Utah, according to Dr. Robert Zobol, chief of
the U. S. Public Health Service's
Indian division at Albuquerque.

A game department spokesman said the loss "irus up into the thousands of fish" valued at \$1

Company officials said a dam broke at one of the plant ponds in late August The fluid contained radium and thorium, plus a strong scid compound used in reliains uranium ere.

Charies Caldwell, a state health official, said recently 240,000 gallons were turned loose whon the dem broke but most of it was dissipated in a dry acroyo before it reached the river a quarter.

mile away. Health and Atomic Energy Commission investigators have laves-

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COMPLIANCE

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Demosm Clark, Director Office of Public Information

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PHS MERGEANDOM ESTATING TO SHIPROCK (KERR-MOUNE) MILL INCIDENT

SYMBOLA OFI: WH

Atteched for your information is a copy of a report to the Public Health Service, Washington, from one of its representatives in the Chiprock, New Newles, eres.

We obtained a copy of this report after we were told by the public information office at HEH that the report had been shown to Halena Monders, a correspondent for a member of papers in the will area, including the Farmington, New Herico, paper.

Your attention is called particularly to the statement in the third paragraph on Page 1 that "any AEC licenses is required by law to report such 'incidents' immediately' and to the paragraphs on Page 10 under the heading "Quastions Bousining." These elatements, if given currency by Kiss Members, any saise both public information and administrative problems.

For your further information, we were told by HEW that while it is the agency's practice, ordinarily, to treat reports of this cost as interest documents not available to estaiders, in this case Hiss Houberg was so insistent that it was believed desirable to depart from practice and allow bar to see a copy.

Attachment

Addresses: Deight Lak, ACM William Finan, ACM/RS Harold Frice, LAR Bavid Low, CO Enthan Woodruff, RAS Beil Haiden, CGC Jesse Johnson, RM Mack Corbett, IDCO Richard Elliett, ALCO

> Copyd R. Regar 10/160 11.1811/15 18/45

Form	The second secon		See me about this. Note and return.	For concurrence.	For action,	
L. R. Rogers, LAR		INITIALS	KERR McGEE OIL INDUSTRIES, INC., URANIUM MILL, SHIPROCK, NEW MEXICO; LICENSE NO. R-157 - INVESTIGATION OF HOLDING POND RUPTURE Attached is an information copy of subject			
		DATE				
TO (Name and unit) INITIALS DATE		Attachment: ID inv rpt dtd 10/6/60 w/cover memo fm D. Walker to L. Low dtd 10/6/60				
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