DOCKETED

'87 OCT 19 A11:38

UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION

BEFICE OF SECRETARY BOCKETING & SERVICE BRANCH

Before

John H. Frye, III Administrative Judge

In the Matter of:

SEQUOYAH FUELS CORPORATION

(Sequoyah Facility Comprehensive Solid Waste Disposal and Storage Plan)

Docket No. 40-8027-MLA-2
ASLBP No. 86-524-01-MLA-2

STATUS REPORT

On March 25, 1987, Sequoyah Fuels Corporation

("SFC") submitted a motion to terminate the above-captioned proceeding. SFC pointed out that it is no longer seeking authorization under 10 C.F.R. § 20.302 to dispose of contaminated materials at the Sequoyah Facility and, in light of that fact, that there is no further need for this proceeding. The Presiding Officer subsequently issued a Memorandum and Order in which he observed that SFC had not yet obtained the necessary regulatory approvals for the implementation of its

Comprehensive Radiological Solid Waste Management Plan (Nov. 13, 1986) ("Management Plan"). He noted, however:

If SFC is successful in its efforts, it will not require an NRC authorization in order to implement its new Plan. In this event, there will be no basis for this proceeding and its termination will be required. Until it is known whether

D503

termination will occur it makes little sense to require further efforts by the parties. However, this question should not be allowed to go unresolved for an extended period of time. SFC is to report on the status of its efforts within five days of service . . .

Memorandum and Order, 3 (June 26, 1987).

SFC responded to the Memorandum and Order on July 8, 1987, setting forth the status of its efforts to implement its Management Plan. SFC indicated that it had entered a contract to transport certain contaminated refuse to a licensed low-level waste site for disposal, but that, although SFC was authorized ship the raffinate and fluoride sludges to a uranium mill in New Mexico, the operator of the mill (Quivira Mining Company) had not yet received authorization from the NRC to process the sludges.

Quivira has now received a license amendment authorizing the processing of both the raffinate and fluoride sludges at its Ambrosia Lake mill. License SUA-1473, Dkt. No. 40-8905, Condition No. 31 (Sept. 21, 1987). All necessary approvals from the State have also been obtained. Quivira is thus now in a position both to receive the sludges and to process them to recover their uranium content.

In the meantime, SFC has continued its removal of sludges and wastes from the site for processing or disposal. Seventeen shipments of raffinate sludge (totalling over 315 tons) and three shipments of fluoride sludge (totalling over 57 tons) have been transported to Ambrosia Lake. Moreover,

twenty-two shipments of contaminated refuse (totalling over 425 tons or over 75 percent of the accumulated inventory) have been transported to a licensed low-level waste site for disposal. Once the current inventory of sludges and wastes has been removed, shipments will continue from time to time as sludges and wastes are generated by SFC operations.

In sum, all regulatory barriers to SFC's <u>Management</u>

<u>Plan</u> have now been overcome and SFC has made substantial

progress in the plan's implementation. In light of these

facts, the termination of this proceeding is now appropriate.

Respectfully submitted,

Peter J. Nickles Richard A. Meserve

COVINGTON & BURLING

1201 Pennsylvania Ave., N.W.

P.O. Box 7566

Washington, D.C. 20044

(202) 662-6000

Counsel for Sequoyah Fuels Corporation

October 16, 1987

'87 OCT 19 /11:38

UNITED STATES OF AMERICA NUCLEAR FEGULATORY COMMISSION

Before

BEFICE AF SECRETARY BOCKETHE & SERVICE BRANCH

John H. Frye, III Administrative Judge

In the Matter of:

SEQUOYAH FUELS CORPORATION

(Sequoyah Facility Comprehensive Solid Waste Disposal and Storage Plan)

Docket No. 40-8027-MLA-2 ASLBP No. 86-524-01-MLA-2

CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing Status Report have been forwarded by first-class mail on this 16th day of October, 1987, as follows:

John H. Frye, III, Esq.
Administrative Judge
Atomic Safety and Licensing Board
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

Stephen H. Lewis, Esq.
Assistant Chief Hearing Counsel
Office of the General Counsel
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

John C. Stauter, Director Environmental Affairs Kerr-McGee Corporation Kerr-McGee Center Oklahoma City, OK 73125 James A. Ikard, Esq.
Counsel for NACE
101 N. Robinson
800 American First Towar
Oklahoma City, OK 73102

Jesse Deer in Water Native Americans for a Clean Environment Route 2, Box 51-B Vian, OK 74962

Pat Costner Staff Scientist National Water Center Box 548 Eureka Springs, AR 72632 Kathy Carter-White, Esq. Counsel for CASE 412 W. Choctaw Tahlequah, OK 74464

James G. Wilcoxen, Esq. Counsel for the Cherokee Nation Wilcoxen & Cate P.O. Box 357 Muskogee, OK 74401

Edward O. Lammers Chairman Carlisle Area Residents Association P.O. Box 698 Gore, OK 74435

Paula Strachan Arkansas Peace Center 3618 Marshall Drive Fort Smith, AR 72904

Docketing and Service Branch (3) Office of the Secretary U.S. Nuclear Regulatory Commission Washington, D.C. 20555

Mary B. Curtis Route 2, Box 1095 Alma, Arkansas 72921

Barbara Synar Route 2, Box 152B Warner, OK 74469 Barbara Stanford, Ph.D. Chairperson Arkansas Peace Center 217 West 8th Street Little Rock, AR 72201

David Singer Burtner Route 1, Box 1152 Webbers Falls, OK 74470

Brian Hunt Environmental Action of Tulsa Box 38 Snow, OK 74567

Robert D. Kellogg, Esq. Staff Attorney Oklahoma State Department of Health P.O. Box 53551 Oklahoma City, OK 73152

Charles Gourd, Ph.D HC 73, Box 295 Park Hill, OK 74451

Environmental Congress of Arkansas P.O. Box 5050 Little Rock, Arkansas 72225

Richard A. Meserve