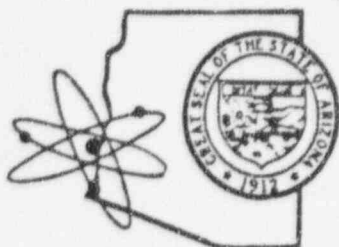


FEB 13 1978



STATE OF ARIZONA
ATOMIC ENERGY COMMISSION

Eaton Plaza 2929 W. Indian School Road Phoenix, Arizona 85017

Phone: (602) 271-4845

We've Moved -

2929 West Indian School Road
Phoenix, Arizona 85017.

February 9, 1978

Thomas A. Clary
Pinal Minerals and Mining, Ltd.
P.O. Drawer 1010
Miami, Arizona 85539

Dear Mr. Clary:

In response to our telephone conversations of February 7, and your letter of January 24, enclosed is our standard application form for applying for a Radioactive Materials License. We have no licensing guides specifically oriented to the type of operation you describe, nor does the U.S. Nuclear Regulatory Commission. However, from talking with you and also with John Kellogg and A. K. Doss of the State Land Department, it appears that you are already well qualified to address the preparation of a license application. I also understand that certain reports discussing environmental matters relating to your proposed operation have been written.

Therefore, it appears that a visit at this time by our relatively unknowledgeable staff would not help you much. I would, however, like to take you up on your offer after we gain more knowledge--that is, after we read your license application and/or the above-referenced reports. If you would like to submit a draft application such that we can give you questions and comments, and thus get a more meaningful dialog started, that would be alright too, although it is not necessary to submit in draft form.

As I explained on the phone, we envision gathering a committee of our sister state agencies which would be possibly involved with your operation in order to review your formal application. I think it is probable that some of these agencies would also like to visit your site. It is our hope that this committee approach will (a) expedite review of and response to uranium applications, and (b) enable coordination with other state agencies having regulatory responsibilities affecting your proposed operation.

In filing a license application, you should also be aware that the possibility exists of there being legislation, this year in the Arizona legislature, affecting uranium recovery operations. You will want to follow this as it would probably affect you.

Finally, enclosed is a copy of the federal Environmental/Safety Impact Appraisal for the Operations at Bingham Canyon Mine in Utah.

Sincerely,

A handwritten signature in cursive script that reads "Lynn FitzRandolph".

Lynn FitzRandolph
Health Physicist II

LF/cp
Enclosure

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PDR ADUCK 04008752
C PDR