



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D. C. 20555

FCUP:DAC
40-8027
SUB-1010

Sequoyah Fuels Corporation
ATTN: Dr. John C. Stauter
Director, Nuclear Licensing
Kerr-McGee Center
Oklahoma City, OK 73125

Gentlemen:

In accordance with your request dated January 17, 1986, Sequoyah Fuels Corporation may resume receipt for the purpose of storage of uranium concentrates which were enroute to the Sequoyah Facility at the time of the January 4, 1986 accident. All other activities at the facility shall remain suspended as provided by the confirmatory action letter dated January 17, 1986, between NRC Region IV and Sequoyah Fuels Corporation.

A copy of the Safety Evaluation Report in support of this action is enclosed for your information.

The request for shipping of filled uranium hexafluoride cylinders which was submitted with this request on January 17, 1986, is currently under review. We will advise you when this review has been completed.

If you have any questions related to this action, please feel free to contact Dr. Donald A. Cool of my staff at 301-427-4510.

FOR THE NUCLEAR REGULATORY COMMISSION

W. T. Crow, Acting Chief
Uranium Fuel Licensing Branch
Division of Fuel Cycle and
Material Safety, NMSS

Enclosure: As stated

8602140033 860206
PDR ADOCK 04008027
C PDR