Rio Algom Mining Corp. Smith Ranch Uranium Facility

Certified Mail - P 560 606 481 Return Receipt Requested

December 17, 1999

Ms. Georgia Cash WDEQ/LQD Herschler Building, 4th Floor West 122 West 25th Street Chevenne, WY 82002

RE: Smith Ranch Project Permit to Mine 633 Notification of Spill

Dear Ms. Cash:

Please find enclosed a Spill Report for the incident that occurred on December 11, 1999. The spill has been reported by telephone to the proper agencies as required.

If you need any further information, please feel free to contact me at (307) 358-3744 ext. 62.

Sincerely,

xc:

John W. Cash Supervisor, Environmental & Regulatory Affairs

B. Ferdinand (RAMC/SRP)
M. Freeman (RAMC/OKC)
P. Goranson (RAMC/OKC)
J. Lusher (NRC/Rockville) Certified Mail - P 560 606 482 file

KILDS

P.O. Box 1390 • Glenrock, Wyoming 82637 • 762 Ross Road • Douglas, Wyoming 82633 Phone (307) 358-3744 or (307) 266-2449 • Fax (307) 358-9201

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RIO ALGOM MINING CORP. SPILL NOTIFICATION

On December 11, 1999 at 3:00 a.m., an unplanned release occurred from header house 2 in wellfield 1, SE quarter of the NW quarter of Section 36, T. 36 N., R. 74 W. An estimated 25,000 gallons of injection fluid was released. The spill left the fenced wellfield area but did not leave the permit area and did not threaten any waters of the state.

The spill was caused by a failure of an aluminum camlock fitting that was connected to the header house filtration system used to remove suspended particulates within the injection solutions. Rio Algom, due to this failure and to assure prevention of similar spills, shut-in wellfield #1 production to visually inspect and rectify this type of construction setup. Bleed solutions however, were continued in the wellfield to maintain hydrologic control of the wellfield mining solutions. The inspection indicated that no other operating wellfield utilized aluminum camlock fittings.

Environmental impact was limited to moderate erosion near the header house. Due to thick vegetation and erosion control structures below the header house, the force of the spill was quickly dispersed. Much of the rilling caused by the spill has already been cleaned up. Areas adversely affected by the spill will be reseeded as the seasons permit. In the mean time, additional erosion control structures will be constructed and the affected soil graded.

The natural uranium content of the injection fluid was approximately 5.6 mg/l.

After a review and determination of the facts, telephone calls were made to the DEQ/LQD Spill Hotline and the NRC. The report was given by telephone to DEQ after hours representative Officer Aaron Foy at 9:26 a.m., on December 11, 1999. Mr. John Lusher, of the Nuclear Regulatory Commission, was notified by telephone voice mail at 9:35 a.m. on December 11, 1999.

Department of Environmental Quality				
Initial Pollution Incident Report				

Incident number:	991211-0926 Date and Time (YYMMDD-0000)	Report taken by: <u>Aaron Foy</u>
Report Date: 12/	1/99	Time of Report: 9:26 A.M.
Reported by Name:		Responsible Party Name: Rip Alson Mining Corp.

Name: John Cash	Name: Rio Algom Mining Corp.		
	Title:		
Title: <u>Supervisor</u> , <u>Enviro</u> i Reg Affairs Company: Rio Algom Mining Corp	Company:		
Address: P.O. Box 1390	Address:		
C, S & Z	C, S & Z		
Glenrock, WY 82637			
Phone: 307-358-3744 ext. 62	Phone:		
Date of release: 12/11/99	Time of release: 3:00 A.M.		
Location of release: County <u>Converse</u>	Legal 1/4, 1/45E NW S 36 T 36 R 74		
Mile post, highway, county road	Street address:		
Ross Rd	762 Ross Rd Douglas WY 82633		
Tank battery, well #, etc.	Additional info:		
Header House 1-2			
Source: Fixed Transportation Refinery Vehicle O&G Train Mine Train Business/Industry LAUST - FAC ID Other Other	Cause: Accident Pipeline incident Equipment failure Human error Dumping Other Additional info on cause:		
Substance: □ Diesel □ Crude oil □ Condensate □ Oil □ Haz waste □ Gasoline Ø Produced water □ Other	Quantity: 25,000 UoM: & gallons		
Media affected: Land Air Other Storm sewer Sanitary sewer Groundwater Surface water Name of water	Sara Title III release: If marked, contact the State Emergency Response Commission at 777-4900		
If water is affected, notify the WQD district supervisor immediately. Contact Game and Fish. If storm sewer, sanitary sewer or surface water is affected, copy the Watershed section. If air is affected, contact AQD. If UST, contact LAUST district supervisor.			