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ADVISORY COMMITTEE ON REACTOR SAFEGUARDS

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UNITED STATES OF AMERICA
NUCLEAR REGULATORY COMMISSION
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643RD MEETING
ADVISORY COMMITTEE ON REACTOR SAFEGUARDS
(ACRS)
+ + + + +
FRIDAY
MAY 5, 2017
+ + + + +
ROCKVILLE, MARYLAND
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The Advisory Committee met at the Nuclear Regulatory Commission, Two White Flint North, Room T2B1, 11545 Rockville Pike, at 8:30 a.m., Dennis Bley, Chairman, presiding.

COMMITTEE MEMBERS:

DENNIS C. BLEY, Chairman
MICHAEL L. CORRADINI, Vice Chairman
PETER RICCARDELLA, Member-at-Large
RONALD G. BALLINGER, Member
CHARLES H. BROWN, JR. Member
MARGARET CHU, Member
WALTER L. KIRCHNER, Member

1 JOSE MARCH-LEUBA, Member

2 DANA A. POWERS, Member

3 JOY REMPE, Member

4 GORDON R. SKILLMAN, Member

5 JOHN W. STETKAR, Member

6 MATTHEW W. SUNSERI, Member

7

8 DESIGNATED FEDERAL OFFICIAL:

9 KATHY WEAVER

10

11 ALSO PRESENT:

12 ALEXANDER ADAMS, JR., NRR

13 MICHAEL BALAZIK, NRR

14 GREGORY BOWMAN, NRR

15 ROY BROWN, Government Affairs, Curium

16 MICHAEL CORUM, Northwest Medical Isotopes

17 GARY DUNFORD, Northwest Medical Isotopes

18 CAROLYN HAASS, Northwest Medical Isotopes

19 LOUISE LUND, NRR

20 JOHN NAKOSKI, RES

21 SEAN PETERS, RES

22 STEVEN REESE, Northwest Medical Isotopes

23 HAROLD SCOTT, RES

24 MARK TAGGARD, RES

25 DAVID TIKTINSKY, NMSS

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ANDREA D. VEIL, Executive Director, ACRS

KIMBERLY WEBBER, RES

MICHAEL WEBER, RES

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Procedures Subcommittee and Reconciliation of ACRS
Comments and Recommendations

Biennial Review and Evaluation of the NRC Safety
Research Program

Preparation of ACRS Reports

P-R-O-C-E-E-D-I-N-G-S

8:30 a.m.

CHAIRMAN BLEY: Good morning. The meeting will come to order.

This is the second day of the 643rd meeting of the Advisory Committee on Reactor Safeguards. During today's meeting the Committee will consider the following: Northwest Medical Isotopes Overview, Future ACRS activities/report of the Planning and Procedures Subcommittee, biennial review and evaluation of NRC Safety Research Program, and preparation of ACRS reports.

The ACRS was established by a statute and is governed by the Federal Advisory Committee Act, FACA. As such, this meeting is conducted in accordance with the provisions of FACA. This means that the Committee can only speak through its published letters. We hold meetings to gather information to support our deliberations.

Interested parties who wish to provide comments, can contact our offices requesting time after the *Federal Register* notice describing the meeting is published. That said, we also set aside 10 minutes for spur-of-the-moment comments from members of the public attending or listening to our meetings.

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1 Written comments are also welcome.

2 Ms. Kathy Weaver is the designated federal
3 official for the initial portion of the meeting.
4 There she is.

5 Portions of the session on Northwest
6 Medical Isotopes may be closed in order to discuss and
7 protect information designated as proprietary. And
8 we'll leave that up to you guys to warn us if we're
9 encroaching in that area.

10 The ACRS Section of the U.S. NRC public
11 web site provides our charter, bylaws, letter reports
12 and full transcripts of all Full and Subcommittee
13 meetings, including the slides presented.

14 We have received no written comments or
15 requests to make oral statements from members of the
16 public regarding today's session.

17 There is a telephone bridge line. To
18 preclude interruption of the meeting the phone will be
19 placed in the listen-in mode during the presentations
20 and Committee discussion.

21 A transcript of portions of the meeting is
22 being kept and it is requested that the speakers use
23 one of the microphones, identify themselves and speak
24 with sufficient clarity and volume that they may be
25 readily heard.

1 At this time I will turn this meeting over
2 to Dr. Chu to begin this discussion.

3 Margaret?

4 MEMBER CHU: Thank you. This is our first
5 briefing on the Northwest Medical Isotopes, NWMI,
6 construction permit application, and we're very
7 pleased to have the introductory presentations from
8 the NWMI representatives and NRC staff here today.

9 I'm Margaret Chu, Chairman of the NWMI
10 Subcommittee.

11 This will be an information briefing as we
12 are preparing to review the construction permit
13 application, and I'm expecting this briefing will help
14 us streamline and focus our review.

15 As Dr. Bley has said, this is an open
16 meeting to the public, however if it becomes necessary
17 to discuss proprietary information, then we will ask
18 the NRC staff to confirm that only people with
19 clearance and need to know are in the room, and we
20 will have the technicians disconnect the telephone
21 bridge line that's open to the public.

22 Okay. Now unless any of the ACRS members
23 want to say something first -- no? Now I will invite
24 Al Adams, Chief of Research and Test Reactor Licensing
25 Branch of NRR to start the briefing.

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1 MR. ADAMS: Thank you very much. Good
2 morning.

3 As was said, my name is Al Adams. I'm the
4 Chief of the Research and Test Reactor Licensing
5 Branch in the Division of Policy and Rulemaking in the
6 Office of Nuclear Reactor Regulation. I'm giving
7 these opening remarks for Louise Lund, the director of
8 our division, who sends her regrets that due to a
9 last-minute issue cannot be with us today.

10 The Division of Policy and Rulemaking and
11 the Division of Fuel Cycle Safety, Safeguards and
12 Environmental Review in the Office of Nuclear Material
13 Safety and Safeguards are pleased to be here today to
14 conduct an informational briefing for you on the
15 Northwest Medical Isotopes construction permit
16 application. In addition, Northwest Medical Isotopes
17 is here today to present the technology of its
18 proposed facility.

19 The NRC staff received a construction
20 permit application for a medical isotope production
21 facility from Northwest Medical Isotopes in the summer
22 of 2015. This is the second construction application
23 received by the NRC to construct a medical isotope
24 production facility.

25 As most of the Committee members are

1 aware, the NRC issued a construction permit to SHINE
2 Medical Technologies, Incorporated in February of
3 2016.

4 Similar to SHINE, Northwest Medical
5 Isotopes is proposing to produce the important isotope
6 molybdenum-99. This isotope decays to technetium-99
7 metastable, which is used for numerous medical
8 applications worldwide.

9 NRR and NMSS staff appreciates this
10 opportunity to present our licensing approach for the
11 Northwest Medical Isotopes facility and look forward
12 to continued engagement with the ACRS over the course
13 of our review of the Northwest Medical Isotopes
14 construction permit application. We also appreciate
15 the ACRS and its staff for working with us to support
16 and efficient review schedule.

17 At this time I'd like to turn the briefing
18 over to Michael Balazik to start the staff's
19 presentation.

20 MR. BALAZIK: Good morning. As Al said,
21 my name is Mike Balazik. I'm the project manager for
22 Northwest Medical Isotopes. I work in the Research
23 and Test Reactor Licensing Branch within the Office of
24 NRR.

25 Al's already introduced himself, but I'd

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1 like to introduce David Tiktinsky. He's a senior
2 project manager in the Fuel Manufacturing Branch in
3 the Office of Nuclear Material Safety and Safeguards.

4 So we're on slide 3. Before I get
5 started, and Dr. Chu already mentioned this, but I
6 just want to say that our entire presentation for
7 today's briefing contains public information. If
8 during today's discussion we broach into proprietary
9 information, I ask that any knowledgeable NRC staff
10 member or even a little help from Northwest Medical
11 Isotopes to identify the information as such and we
12 can discuss this during a closed session if needed.

13 So let's go ahead and get started. The
14 purpose of today's meeting is to provide you an
15 overview of the Northwest Medical Isotopes
16 construction permit application. Also on a high level
17 the staff is going to touch on some of the activities
18 and technologies that Northwest is proposing. And
19 also we'll share the licensing approach of the
20 proposed facility.

21 So Northwest is proposing to produced
22 molybdenum-99 by fissioning low-enriched uranium
23 targets. These targets will be irradiated at existing
24 university research reactors. Currently Northwest has
25 identified two research reactors: University of

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1 Missouri in Columbia and Oregon State University, to
2 do these targeted irradiations. Northwest has
3 indicated there's a potential for a third reactor to
4 be named in the future.

5 MEMBER REMPE: So this is the first time
6 that you're -- you've had to be here for this project,
7 but I see you're used to us interrupting.

8 MR. BALAZIK: That's fine.

9 MEMBER REMPE: I'm curious. I know
10 finances aren't really our bailiwick, but it is part
11 of their ability to get free fuel from DOE, right?
12 And if they make too much money, they don't qualify
13 for that free fuel. And I know, isn't University of
14 Missouri doing JIM production still and aren't they
15 kind up against that limit already? And does this
16 affect their license?

17 MR. ADAMS: Well, so are we talking about
18 the fuel for the reactor?

19 MEMBER REMPE: Yes.

20 MR. ADAMS: So DOE supports university
21 research reactors. One of the ways they support them
22 is with fuel support. I believe the University of
23 Missouri does reimburse DOE, not completely, but they
24 do have some reimbursement back to DOE.

25 MEMBER REMPE: Because they are above that

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1 threshold. And I was curious. I didn't know that.

2 MR. ADAMS: So there is a threshold in the
3 regulations. It's in 50.22 and it's the definition of
4 if you're a commercial research reactor. And it's a
5 very -- it's an unusual definition. What it says, if
6 more than 50 percent of the cost of running the
7 facility is devoted to commercial activities, you're
8 a commercial reactor. It's not -- it's how you spend
9 your money, not where you get the money from. The
10 theory behind that regulation was to allow commercial
11 activities to be a generator of cash for research.

12 This is something we look at when we
13 initially grant licenses and renewals licenses. The
14 University of Missouri license was renewed last
15 January, and what percentage of the cost of running
16 that reactor was diverted to -- devoted to commercial
17 activities was evaluated, and they were below the 50
18 percent threshold. And the answer is, yes, as this
19 project moves on, that would be a question we might
20 address with the University of Missouri, how do these
21 additional activities affect that ratio?

22 MEMBER REMPE: Okay. Thank you very much.

23 VICE CHAIR CORRADINI: So since we've
24 stopped you, so there were a couple of ANS papers on
25 this fuel in Oregon State. Is it the same fuel in

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1 Missouri? I'm only going to open literature
2 publications.

3 MR. ADAMS: When you say the fuel that
4 runs the reactor?

5 VICE CHAIR CORRADINI: No, there's going
6 to be -- at least based on the Oregon State paper at
7 ANS, there's going to be fuel rods inserted that are
8 specific to this, then taken out in an appropriate --
9 to them be processed. So is that the technology we're
10 talking about?

11 MR. ADAMS: Yes.

12 MR. BALAZIK: And just to be clear, every
13 time we say the word "fuel," it's kind of like we have
14 to ante up. These are targets. We have to refer to
15 these as targets, because if we start to designate as
16 fuel, there's a whole different set of regulations.
17 So even though it contains uranium-235, it's more of
18 a target in the core.

19 VICE CHAIR CORRADINI: But it -- okay.
20 All right. You guys keep me honest about that, but
21 what I'm trying to make sure of is that within the
22 TRIGA facility at Oregon State they're going to put in
23 something that looks like a rod, cylindrical, of their
24 design, and then at some regular intervals they're
25 going to take it out and reprocess it?

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1 MR. BALAZIK: Yes, sir. And realize that
2 there's no differentiating between what's in Missouri
3 and what's at Oregon State. They look exactly the
4 same. There's no difference in design.

5 VICE CHAIR CORRADINI: That's what I was
6 getting at.

7 MR. BALAZIK: Yes, sir.

8 MR. ADAMS: And we've granted Oregon State
9 a license amendment to do very limited irradiations
10 for proof of concept.

11 VICE CHAIR CORRADINI: Okay. That was
12 going to be my next question.

13 MR. ADAMS: Neither Oregon nor Missouri
14 has given us a license amendment for running
15 Northwest's normal targets, so that's a review that
16 has not been done yet.

17 VICE CHAIR CORRADINI: But they do have
18 LARs to do test runs?

19 MR. ADAMS: Oregon State has a license
20 amendment that was granted that allows them to do
21 limited irradiation of targets for proof of content.

22 VICE CHAIR CORRADINI: Got it.

23 MR. ADAMS: Did I say that right, Steve?

24 MR. REESE: Yes.

25 VICE CHAIR CORRADINI: Same with Missouri?

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1 MR. ADAMS: Missouri does not have any
2 amendments to run Northwest targets in their reactor
3 at this point.

4 VICE CHAIR CORRADINI: At this point?
5 Last thing, so how is this all going to be affected in
6 terms of performance in Missouri because of the
7 change-out to low-enriched uranium given the moly --
8 the new moly fuel that's being considered? Is this --
9 is the performance in Missouri affected such that this
10 is still doable? A technical question.

11 MR. ADAMS: We are early in the
12 evaluations of conversion. Right now DOE is
13 estimating the conversion of the high-performance NRC-
14 regulated research reactors will be late 2020s, so --

15 VICE CHAIR CORRADINI: Until then all is
16 good?

17 MR. ADAMS: Until then they're running on
18 HU. We do know the impacts of converting: hardening
19 of neutron spectrums and those effects, and how that
20 affects the irradiation of these targets will have to
21 be determined at that point once we have a final fuel
22 design and Missouri gives us a final core design for
23 what the conversion core will look like.

24 VICE CHAIR CORRADINI: Okay. All right.

25 MR. ADAMS: Did that answer your question?

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1 VICE CHAIR CORRADINI: Yes, yes. This is
2 good. Thanks, Al. Appreciate it.

3 MEMBER MARCH-LEUBA: Have you seen an
4 initial core design? The question I want to ask is
5 what's the percentage of power that is being generated
6 by the targets? Is it 0.1 percent or is it 10
7 percent?

8 MR. ADAMS: We have not seen an
9 application for placing these targets in the Missouri
10 reactor, so --

11 MEMBER MARCH-LEUBA: What's your
12 expectation? I mean, is it going to be a minuscule
13 fraction of the power or is it going to be generating
14 sufficient heat?

15 MR. ADAMS: Well, that's a complicated
16 question because of the design of the reactor in
17 Missouri in that we do know the targets are going to
18 go in the reflector region of the reactor.

19 MEMBER MARCH-LEUBA: Okay. So --

20 (Simultaneous speaking.)

21 MR. ADAMS: And the way the neutronics
22 between the reflector region and the core work are --
23 is something that would have to be evaluated.

24 MEMBER MARCH-LEUBA: Going to evaluate it
25 on the basis of both power and delta k over k, right?

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1 MR. ADAMS: Well, that -- part of the
2 evaluation of the target would be all of the safety
3 attributes that you would expect: reactivity effects,
4 power. You'd have the ability remove the power from
5 the target. What impact the target will have on the
6 reactor, what impact the reactor has on the targets,
7 the accident scenarios. Are there any
8 interconnections and how the -- are there accidents in
9 the target that can impact the reactor, vice-versa?
10 Are there any new accidents that are created because
11 you've added the target? So all that remains to be
12 evaluated.

13 VICE CHAIR CORRADINI: And so he did it,
14 so it's his fault. So, but all this, although we're
15 technically curious, is off the table for this
16 discussion?

17 (Simultaneous speaking.)

18 MR. ADAMS: That's right. The irradiation
19 of the targets in various university research reactors
20 so a separate licensing event and one that we have not
21 been asked to do yet.

22 VICE CHAIR CORRADINI: Okay. And if it
23 does, technically curious us, will we see it or is it
24 not necessary? You guys make that decision?

25 MR. ADAMS: Normally license amendments

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1 for research reactors follow a different licensing
2 path. Obviously we're going to talk to you about --

3 VICE CHAIR CORRADINI: But that's what I
4 was guessing is that it's considered a license
5 amendment. You guys take care of it.

6 MR. ADAMS: Just like we issued the
7 existing license amendment to Oregon State --

8 VICE CHAIR CORRADINI: Okay.

9 MR. ADAMS: -- which looked at a lot of
10 these attributes of putting these targets in the
11 Oregon State reactor, which is a very different core
12 design.

13 VICE CHAIR CORRADINI: Sure. Thank you.

14 MEMBER REMPE: But since you brought it up
15 and said they had put in a few lead target
16 irradiations, is that --

17 (Simultaneous speaking.)

18 MR. ADAMS: Well, they have not performed
19 any irradiations yet. They have a license amendment
20 that allows them to do so.

21 MEMBER REMPE: And does that license
22 amendment let them pulse reactor while they're doing
23 it or do they have to keep it at a certain power
24 level?

25 MR. ADAMS: No, one of the constraints in

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1 the technical specifications is that while those
2 targets are being irradiated, the reactor --

3 MEMBER REMPE: That's good to know.
4 Thanks.

5 MR. ADAMS: -- won't be purposely pulsed.

6 MEMBER REMPE: Yes. Okay. Thank you.

7 MR. ADAMS: Did I say that right, Steve?

8 MR. REESE: Yes, spot on.

9 MEMBER BALLINGER: One; I won't say last,
10 technical question --

11 (Laughter.)

12 MEMBER BALLINGER: -- typically there are
13 restrictions on amount of fissile material that you
14 can stick in there that's not fuel, and it depends on
15 whether it's a moveable or a fixed experiment. Now
16 will the license amendments place a restriction on
17 either one of these reactors in terms of how much they
18 can stick in there, or are they asking for -- to be
19 able to stick in more?

20 MR. ADAMS: Well, we haven't seen these
21 amendments yet, so I would be speculating, but these
22 are -- would be a form of what we call the field
23 experiment, and fission product inventory is an issue
24 with field experiments. Heat generation, decay heat.
25 So I -- am I answering your question?

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1 MEMBER BALLINGER: Sort of.

2 MR. ADAMS: So, yes, so there's limits on
3 -- for a field experiment how much uranium-235 can be
4 in the experiment.

5 MEMBER BALLINGER: And that's a pretty
6 severe restriction, at least in the test reactor I
7 know about.

8 MR. ADAMS: That's right, but
9 traditionally field experiments have had rather
10 limited inventories. There have been exceptions over
11 the years in that. And one of the reasons field
12 experiments have limited inventories is because of
13 their experimental nature that -- how are they
14 encapsulated? What are the fission product barriers
15 in the experiment? These targets -- and we have a
16 history of looking at targets. As you'll hear later
17 on, the Cynthie Kim facility which made moly in New
18 York State. General Atomics ran thermionic devices
19 for DOE space propulsion research.

20 There's -- when there's a higher level of
21 quality control on the manufacturing of the targets
22 such that they have the same quality as -- I'll use
23 word "fuel" -- then the amount you can put in the
24 reactor, we start looking at that, and that --
25 normally that amount increases because of the higher

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1 quality assurance and the lower probability of
2 failures.

3 MEMBER BALLINGER: And I would assume that
4 it would be different depending on whether the target
5 -- notice I'm using the proper term --

6 MR. ADAMS: Thank you.

7 MEMBER BALLINGER: -- is in the reflector
8 or in the core.

9 MR. ADAMS: That's right. What we know at
10 this point is that because of the significant
11 differences in design between Missouri and Oregon, in
12 Missouri it appears that the targets will be
13 irradiated in the reflector. In Oregon State they
14 will be on the grid plate replacing fuel.

15 MEMBER BALLINGER: Okay.

16 MR. BALAZIK: Okay. So this is Mike
17 Balazik again. So after these targets are irradiated
18 at this research reactors, they would be transported
19 back to the Northwest facility where they would
20 separate the molybdenum-99 from the fission products.
21 Additionally, Northwest intends to reuse the uranium.
22 So they plan to reuse and recycle the uranium to
23 manufacture targets.

24 So if you look at the processes, the
25 activities and the associated hazards, this kind of

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1 has a feel of fuel cycle. So when we talk about
2 licensing -- and I'll let you know there's no such
3 thing as target fabrication, so I use the word "fuel"
4 there. But I just want to compare it to something,
5 something similar to it.

6 I would say really one of the big
7 differences in size, amount of material that they
8 have. That's one of the big differences.

9 Okay. Moving onto slide 5. So Northwest
10 has submitted a Part 50 construction permit
11 application. And I just want to kind of highlight
12 some of the activities; we've already talked about
13 some of them, is to disassemble and dissolve the
14 uranium targets, recover and purify the molybdenum-99,
15 which is the isotope of interest here, and recover and
16 recycle the uranium.

17 So just a couple notes on the application.
18 Northwest submitted its environmental report which was
19 docketed in May of 2015, and they also submitted a
20 preliminary safety analysis report which was docketed
21 in December of 2015. And we assigned the docket
22 number of 5609.

23 I would like to add that one specific
24 activity that we're not reviewing under this
25 application is target fabrication. So under Part 50,

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1 you have utilization and you have production. Target
2 fabrication, since it is so similar to fuel
3 fabrication, that would be licensed under a separate
4 -- or it could be a combined application under 10 CFR
5 Part 70, but right now we don't have complete
6 information to issue -- to perform safety evaluations
7 for the target fabrication.

8 VICE CHAIR CORRADINI: But NWMI is going
9 to do that, too?

10 MR. BALAZIK: They will submit a Part 70
11 application for review of the target fabrication
12 activity.

13 VICE CHAIR CORRADINI: So the logic is
14 some research reactor zaps it, it's transported to a
15 place where it's reprocessed, re-fabricated into
16 something that's sent back to the research reactor?

17 MR. BALAZIK: Yes, sir.

18 VICE CHAIR CORRADINI: Okay.

19 MEMBER CHU: Michael, can I ask a
20 question?

21 MR. BALAZIK: Yes, ma'am.

22 MEMBER CHU: Now, so when does that 10 CFR
23 Part 70 application come in? I mean, does your
24 construction permit authorization depend on that or
25 not?

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1 MR. BALAZIK: It does not depend on that.

2 MEMBER CHU: So they can actually start
3 constructing without an approval of the fuel
4 fabrication portion, because it's all in one facility.

5 MR. BALAZIK: Correct, they can start
6 constructing, but it's just that -- there's numerous
7 ways that we could get around that is, one, we could
8 get an application early to support construction. Or
9 there's also another route to request an exemption
10 from some of the Part 70 requirements. And I don't
11 know if you want to talk to that, Dave, at all or --

12 MR. TIKTINSKY: Yes, I guess it is an --
13 it's an interesting unique facility because it does
14 have both the Part 70 and the Part 50 pieces in there,
15 but the construction permit application is to allow
16 construction of the Part 50 portion, the production
17 facility. For anything that we don't have an
18 application for, obviously any construction is at risk
19 from the applicant since we haven't reviewed it yet,
20 but we expect the Part 70 application to come in at a
21 later time after the construction permit -- is what
22 Northwest has mentioned to us. But the exactly timing
23 of that we're not sure about.

24 There are some parts in Part 70 that
25 relate to 71.21(f) that says that you can't start

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1 construction of a facility until nine months after
2 you've issued an -- after you've submitted an
3 application and done an environmental report. So
4 there is a restriction in Part 7 for when you could
5 actually start construction.

6 So the choices would be either that nine-
7 month restriction is carried out or an request for an
8 exemption, or some other deviation would have to come
9 in from Northwest and be approved by the NRC. But 70
10 has that nine-month restriction. So right now if
11 nothing else changed, that restriction would apply
12 even after a construction permit was issued.

13 MEMBER CHU: Okay. Thank you.

14 CHAIRMAN BLEY: I have a process question
15 for you guys. This is a little unusual to have two
16 different organizations at NRC involved in the
17 licensing -- multiple licensing of closely-related
18 facilities. How is that organized?

19 MR. ADAMS: Well, I mean, we worked
20 together on the SHINE review, so this is -- we're
21 basically using the same methodology that we used on
22 SHINE. This one's a little unusual. Different
23 activities have different regulatory processes. I
24 mean, I'm not telling you anything you don't know.
25 And that's what we're looking at here is that the

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1 production facility follows the Part 50 process and a
2 target manufacturing follows the Part 70 processes,
3 which take you in different places.

4 Even within the Part 50 process this is a
5 Class 103 license for commercial activity. If for
6 some reason this was -- they're making moly for
7 research and development, this is a 104, we wouldn't
8 be sitting here today. One-oh-three has to come past
9 the ACRS by the regulations; one-oh-four does not. So
10 it's different processes for different activities.
11 And we happen to have several different processes
12 under what Northwest is trying to do in totality.

13 CHAIRMAN BLEY: In a way this looks easier
14 because for the almost reactor of SHINE you had to
15 invent a new --

16 MR. ADAMS: Yes, this is --

17 CHAIRMAN BLEY: -- kind of license. But
18 this just -- this fits into the --

19 MR. ADAMS: This is sort of --

20 CHAIRMAN BLEY: -- existing category.

21 MR. ADAMS: This is sort of half of SHINE
22 with target fabrication added to it.

23 MR. BALAZIK: So SHINE has a utilization,
24 I'll say the term "reactor," and a production
25 facility. Here at Northwest at their facility they

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1 just have a production facility and using existing
2 research reactors for the irradiations.

3 Okay. And -- yes? Yes, sir?

4 MEMBER KIRCHNER: Just a question. So you
5 -- I'm not trying to find problems. I'm just thinking
6 about what could go wrong potentially for the
7 applicant. The 70 part is going to come later?

8 MR. BALAZIK: Yes, sir.

9 MEMBER KIRCHNER: But isn't it incumbent
10 on the staff to review the two together in terms of
11 hazard analysis and so on? You got -- they're going
12 to be under the same roof, presumably.

13 MR. TIKTINSKY: So maybe I could help out
14 with --

15 MEMBER KIRCHNER: I have looked at some of
16 the material, so I know that. So the question right
17 hand, left hand, yes, I get the logic for how you
18 would bin it in 10 CFR, but from a safety analysis,
19 hazard analysis standpoint you've got to look at them
20 together.

21 MR. TIKTINSKY: Yes, so maybe I can help
22 a little bit on that. So the approach in -- the
23 guidance that we've issued for medical isotopes
24 facilities in 1537, the ISG, basically allows an
25 applicant to follow an ISA approach similar to fuel

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1 cycle to demonstrate compliance with the regulations
2 for Part 50. So Northwest Medical Isotopes has
3 prepared an ISA summary, and then their construction
4 permit application talks about all the events and the
5 items relied upon for safety for the entire facility.

6 So what the staff would consider is really
7 at this point for a 50 is there any impacts from the
8 70 on the 50 that would impact our ability to make a
9 construction permit decision?

10 MEMBER KIRCHNER: Thank you.

11 MEMBER SKILLMAN: Let me ask this, please.
12 Missouri is not an Agreement State. What role will
13 that play in these proceedings?

14 MR. ADAMS: Well, I'm not sure what you
15 mean by "role." The fact that Missouri is not an
16 Agreement State means that all of the licensing will
17 be within NRC jurisdiction. The interactions that are
18 required by the regulations with the state will occur.
19 For example, there was interactions with the state on
20 the environmental work that was done. So there's no
21 state licensing here, if that's what your question is.
22 There's interactions with the state where it needed to
23 be by regulation.

24 Obviously there's interaction for
25 emergency planning purposes with local responders, but

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1 I think that's the extent of it. And that's what you
2 see at the -- for example, the research reactor at
3 Missouri, that all of the licensing is NRC for the
4 reactor. And if it was an Agreement State, there
5 might be some activities that could fall under an
6 Agreement State license. Well, there's no Agreement
7 State.

8 MEMBER SKILLMAN: Okay. Thank you.

9 MR. BALAZIK: Okay. And Northwest
10 proposes to construct this facility; we've already
11 talked about this, in Columbia, Missouri.

12 All right.

13 MR. TIKTINSKY: Okay. I'll talk a little
14 bit now about the activities that Northwest Medical
15 Isotopes is planning on performing and the types of
16 regulatory evaluations that we talked about just a
17 little bit, but this sort of breaks it down into a
18 little more detail.

19 So the target processing is a 10 CFR Part
20 50 activity related to the disassembly, dissolution
21 and concentration, and the moly recovery and
22 purification. It's really just a reminder that at
23 this stage we are only reviewing the 10 CFR Part 50
24 construction permit application.

25 The next part of the facility is the

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1 uranium recovery and recycle. So basically as Mike
2 had mentioned, they are going to recover the uranium
3 and reuse it and create -- make more targets. That
4 separation activity is also a Part 50 activity. The
5 waste management portions of it, the encapsulation,
6 the storage for decay and the waste shipments is also
7 under the Part 50 review.

8 Next slide, Mike. So target fabrication,
9 as we had already mentioned, will be a future
10 application under 10 CFR Part 70. The LEU targets for
11 the irradiation, the parts of the target encapsulation
12 and the transportation of those targets. So this
13 would be fresh targets, un-irradiated, to research
14 reactors. The target irradiation will be done at the
15 reactors, as mentioned before. And then also
16 byproduct material licensing for the moly material at
17 the end to actually go out of the facility.

18 So the licensing approach for this is that
19 the production facility has several hot cell
20 structures and it meets the definition of a production
21 facility. 50.2 is very specific about what a
22 production facility is. It's a facility designed for
23 uses of processing of irradiated materials containing
24 special nuclear material, and it's based on a batch
25 size. So the batch size limitation is 100 grams. If

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1 it's below 100 grams, it's not a production facility.
2 For this facility it is over 100 grams per batch, so
3 that's why it puts it into 10 CFR Part 50.

4 As we talked about, there are some
5 similarities with fuel cycle facilities. It's this
6 definition of production facility that puts it into
7 Part 50 instead of Part 70. So the NRC has
8 historically licensed production facilities, but none
9 of those ones that were licensed are currently
10 operating. The NRC did issue a construction permit to
11 SHINE for the utilization and production facility,
12 portions of the facilities.

13 And the technology involved in the target
14 fabrication activity is very similar to fuel cycle
15 technology, even though the word "fuel" is different.
16 Actually what you're doing there is very similar to
17 what we do in fuel cycle facilities. And of course
18 the target fabrication does not meet that definition
19 in Part 50 of utilization of a production facility.
20 And the target fabrication, the applicability of Part
21 70 is basically they're receiving title, own, acquire,
22 deliver, possess, use and transfer special nuclear
23 material.

24 Scrap recovery. The scrap recovery here
25 is basically as they're developing their targets, the

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1 material that doesn't meet specs goes back into the
2 development of the targets. So the sub-part H
3 requirements of Part 70 would apply. They would
4 possess greater than critical mass of special nuclear
5 material. And the processes and targets, associated
6 hazards that needs to be demonstrated by the applicant
7 and the staff will review is very similar to what we
8 do for reviews of fuel cycle facilities.

9 MR. BALAZIK: This is Mike Balazik again.
10 Now I'd like to touch on some of the regulatory
11 guidance for this review.

12 The guidance that we primarily use for
13 this type of facility is NUREG-1537, "Guideline for
14 Preparing and Reviewing Applications for the Licensing
15 of Non-Power Reactors." This was augmented by Interim
16 Staff Guidance, and we developed this Interim Staff
17 Guidance primarily for the review of this type of
18 facility, a production facility. It also incorporated
19 some guidance on aqueous homogeneous reactors, but I
20 just want to be clear that there's no utilization
21 facility here at Northwest. But that's just -- that's
22 what we do with the ISG.

23 MEMBER BALLINGER: What's the ISG number
24 again?

25 MR. BALAZIK: I believe it has the same --

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1 it's tied to -- is there a specific number for it, or
2 is it just tied to 1537?

3 MEMBER BALLINGER: Because I just tried to
4 find it. I couldn't find it.

5 MR. ADAMS: Well, we'll get you the
6 accession numbers for it.

7 MEMBER BALLINGER: Okay.

8 MR. BALAZIK: Yes, I can -- and the ISG
9 was largely based on the guidance in NUREG-1520, which
10 is for fuel cycle, because even though this facility,
11 because of batch size is being licensed under Part 50,
12 we look at what's the appropriate technical yardstick
13 to evaluate it. Well, it's the guidance in 1520. So
14 that's what the ISG did is took guidance out of 1520
15 and incorporated it into 1537.

16 There's other guidance that we used. If
17 you look at the ISG in 1537, there's a not of ANSI
18 standards that are referenced. For example, ANSI
19 Standard 15.8 for quality assurance, and also ANSI
20 Standard 15.16 for emergency planning. So lots of
21 other guidance we used for the review.

22 Here are the review areas that are spelled
23 out in NUREG-1537. As you can see, the chapters that
24 are bolded, those are what we will be presenting to
25 the ACRS Subcommittee this summer.

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1 Now I just wanted to highlight some of the
2 more important regulations concerning construction
3 permit. 50.22, as Al mentioned earlier, puts you in
4 the realm of a commercial facility under Section 103
5 of the Atomic Energy Act. 15.30 requires submittal of
6 environmental -- yes, ma'am?

7 MEMBER CHU: Can you go back to the
8 chapters list --

9 MR. BALAZIK: Yes, ma'am.

10 MEMBER CHU: -- in the previous -- you
11 were also going to present the integrated safety
12 analysis summary, right?

13 MR. BALAZIK: Yes, there are some separate
14 presentations that we'll do. For example -- to answer
15 your question, yes. But I just want to give a quick
16 example for conduct of operations. Usually that has
17 a QA plan. We're going to do a separate presentation
18 on QA plan. It also has emergency preparedness.
19 We'll do a separate presentation on emergency
20 preparedness. But ISA accident analysis, we will do
21 a separate presentation on the ISA.

22 MEMBER CHU: Okay. Thank you.

23 MR. BALAZIK: Let's see, I think I --
24 well, for 50.34 -- so we talked about 15.30, submittal
25 of environmental report. 15.34 is the submission of

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1 a preliminary safety analysis report. There are some
2 other important regulations that meet both the
3 occupational and public dose that are required under
4 Part 20.

5 So after we finish our review of the
6 application, what the NRC has to come to is a
7 conclusion: can the applicant construct the facility
8 as described in the PSAR? So what we're looking at
9 there is 50.35, which I'll go to in a little bit more
10 detail on the next slide on when we can issue a
11 construction permit.

12 I just want to mention a couple notes, and
13 Dave kind of touched on this a little bit, but another
14 important regulation is 70.61, which is performance
15 requirements. And we have guidance in an ISG that
16 basically states that the NRC has determined that the
17 use of ISA methodologies, radiological and chemical
18 consequence and likelihood, establishment of
19 measurement measures -- of management measures are
20 acceptable ways of demonstrating adequate safety for
21 this type of facility.

22 Just another quick note on the
23 regulations, some that don't apply to the Northwest
24 facility. One of the most significant is Appendix A,
25 General Design Criteria, but as required by 50.34

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1 they're required to have principal design criteria.

2 Another regulation that doesn't apply is
3 Part 100, which is siting, but during our review using
4 15.37 it looks at a lot of the requirements in Chapter
5 2 for siting requirements that are similar to Part
6 100.

7 MEMBER SKILLMAN: Mike, you didn't comment
8 about Appendix B.

9 MR. BALAZIK: Appendix B does not apply to
10 the Northwest facility. Our understanding it applies
11 to fuel cycle and power reactors. But if we look at
12 the -- I mentioned 15.8, the ANSI Standards 15.8,
13 which quality assurance. If you look at some of the
14 attributes of that guidance, it's similar to Appendix
15 B. Not one for one, but it talks about document
16 control. It talks about audits. It talks about
17 change design.

18 MEMBER SKILLMAN: Thank you.

19 MR. BALAZIK: So as I mentioned on the
20 last slide, we're looking at the regulatory basis for
21 issuing a construction permit in 15.35. Basically,
22 big picture, when are we going to decide that we can
23 issue a construction permit? We have to come to these
24 conclusions that we've got a good understanding of
25 their principal design criteria, that technical or

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1 design information that Northwest has said can be left
2 until later. Also identify research that needs to be
3 completed. And also that the facility can be
4 constructed without undue risk to the health and
5 safety of the public.

6 And what we're trying to determine here is
7 do we have enough information to let Northwest Medical
8 Isotopes pour concrete -- well, I should say start
9 digging a hole, install rebar, pour concrete and that
10 they're applying this preliminary design that we have
11 will inform their final design and licensing
12 application. So it gets them started on construction.

13 There are a couple other standards that we
14 need to -- that need to be met for issuance of a
15 construction permit. I just want to touch on those
16 really quick. Within 50.40 and 50.50 there's
17 reasonable assurance that construction of the facility
18 will not endanger public health and safety. There's
19 financial. There's environmental requirements. And
20 there's also issuance of a CPU will not be inimical to
21 common defense and security of the public and it meets
22 the standards and requirements of the Atomic Energy
23 Act, our regulations and that outreach of other
24 agencies have been conducted.

25 So we kind of talked about construction

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1 permit. Big picture, it allows construction and that
2 we had determined the applicant has given us enough
3 information to say go ahead and get started. So in
4 contrast to that I wanted to touch on operating
5 license and when we issue an operating license that
6 there is reasonable assurance that based on the final
7 design of the facility that we believe it can be
8 operated safely. So I just want to emphasize the
9 difference in the two.

10 We're not making any -- we're not
11 improving any safety of any design feature for the
12 Northwest facility at this point. It's only at final
13 design and operating license submission, but we expect
14 to see -- so you have a preliminary design. That
15 design will mature. We expect to see changes. We
16 expect to see changes. We wouldn't be surprised. So
17 just wanted to put that note out there.

18 MEMBER SKILLMAN: Michael, where do you
19 touch on the issue of target and solution transport
20 from Oregon to this facility and from the Missouri
21 reactor to this facility? It would seem to me that
22 part of this approval in your mind comes with the
23 confidence that the logistics for the product and for
24 the targets are fundamentally safe. I believe that's
25 covered under Part 40, but I'm just curious how that

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1 factors into your decisions here.

2 MR. BALAZIK: Yes, sir. I see -- for
3 transportation I don't see how -- I guess how it would
4 impact the construction of the facility. That would
5 be more of a operating license review that we would do
6 for transportation.

7 MEMBER SKILLMAN: Let me explain why I
8 asked the question. It's going to be hard to have a
9 facility that has any relevance unless the facility
10 can receive and dispatch the material essential for
11 the facility's existence. And so in granting approval
12 it seems to me there is the recognition that those
13 transportation routes and the transportation of the
14 products meet regulation at a sufficient level for the
15 facility to be viable.

16 MR. ADAMS: You're correct. This breaks
17 into a couple of places in the regulations. One part
18 is within the facility itself do they have sufficient
19 equipment to safely load/unload transportation
20 packages, prepare them, respond to say --

21 MEMBER SKILLMAN: A spill?

22 MR. ADAMS: -- potential events,
23 accidents. The sort of over-the-road transportation
24 -- when you see the Environmental Impact Statement,
25 you'll see some discussion of that, but once you're on

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1 the road, it's is your package approved? So it's an
2 NRC-approved package. So the safety of the actual
3 package is covered by that separate approval. And
4 then there's all sorts of DOT and NRC regulations for
5 moving uranium over the road: route approval,
6 security. So all of those things are covered by the
7 regulations, but they're not -- those are not specific
8 to the construction of the facility.

9 MEMBER SKILLMAN: So your presumption on
10 this license is simply that the other regulations will
11 safely transport to and from and the cask licensing
12 and all of the other details are for others?

13 MR. ADAMS: Right, that the certificate of
14 compliance for the transportation package has to be
15 such that it's allowed to carry these type of
16 materials.

17 MEMBER SKILLMAN: Okay. Fair enough.
18 Thanks.

19 VICE CHAIR CORRADINI: Just so I
20 understand, I guess I assumed that the targets are
21 solid going and coming from the irradiation
22 facilities, right?

23 MR. ADAMS: Correct.

24 VICE CHAIR CORRADINI: Okay.

25 MR. TIKTINSKY: Okay. I'll talk a little

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1 bit about the technical review that's being performed
2 by the staff. So as I mentioned, Northwest Medical
3 Isotopes has chosen to use an ISA methodology similar
4 to fuel cycle facilities under Part 70 per the
5 guidance of the ISG of NUREG-1537. The methodology is
6 -- that they're using is to try and demonstrate that
7 they can meet the performance requirements of 70.61,
8 which again in the ISG as an acceptable approach.

9 The application provided a preliminary ISA
10 summary. It talked about the events that were
11 potentially credible. It identified items relied upon
12 for safety. So it got into analyzing the events doing
13 HAZOPs and other things to determine what those events
14 were and determining that they have systems that --
15 for safety for those.

16 They've also evaluated credible chemical-
17 related events including energetic reaction and direct
18 releases of hazardous chemicals, minus the material.
19 This is a focus of our review to make sure that those
20 are adequate. Also the radiological hazards related
21 to the separation of the molybdenum-99 as well as of
22 uranium processing throughout the facility.

23 Then of course criticality events.
24 Criticality is in this case uranium. In some portion
25 of a facility it's in an aqueous solution and in

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1 others parts more of a solid. It is 19.9 percent
2 enrichment, so that's different than other fuel cycle
3 facilities. So that's other -- in terms of for
4 criticality reviewers the benchmarking and validations
5 of all the codes and things related to the use of that
6 material is something that's a big focus.

7 So again, the staff in its review of this
8 application -- is very similar to all the types of
9 aspects we would do if this was a fuel cycle facility
10 again even using the methodologies. And we have a
11 cadre of technical experts in the various disciplines
12 to do the review, as well as some contractor support
13 for other areas which the staff -- the fuel cycle
14 staff doesn't have -- currently have staff to do.

15 MEMBER BALLINGER: It's taken me a little
16 while to catch up here, but I recall I did some work
17 with TMI debris up where I am at MIT, and when they
18 discovered that some of that debris contained
19 plutonium, that meant we had to get a change in our
20 special nuclear materials license. So are you going
21 to -- you're going -- and this is recycled, so you're
22 going to accumulate plutonium in the recycled fuel,
23 right? Does that have an impact on the special
24 nuclear materials license?

25 MR. TIKTINSKY: So at least with the

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1 information we have they have discussed in the
2 application the generation of plutonium in relatively
3 small amounts. At least as of now what's in there is
4 below the levels of what's called irradiated fuel,
5 those standards. But that has to be demonstrated as
6 part of the operating license application.

7 MEMBER BALLINGER: But there's an interim
8 step where this is going to be dissolved.

9 MR. TIKTINSKY: So, yes, the targets are
10 dissolved as they're separating it and running through
11 the process and recycling it. And there is some
12 buildup of plutonium over time that the staff will be
13 evaluating just what those levels are, and they'll
14 have to be maintained below the regulatory levels, or
15 Northwest will have to do something to take it out or
16 do something with it.

17 MEMBER MARCH-LEUBA: Yes, that's an
18 excellent point to bring because that's not just
19 plutonium, that's going to be weapons grade plutonium
20 because is short evaluation. It's a lethal isotope.
21 You have to look at that because even small amounts of
22 weapons grade plutonium is problematic.

23 MR. TIKTINSKY: Yes, and that's part of
24 our evaluation of the facility. I mean, that's one of
25 the things that we sort of -- we look at it in the

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1 construction permit, but we certainly will look at it
2 in the operating license application of exactly what
3 those -- sort of the concentration as the facility is
4 operating.

5 MEMBER MARCH-LEUBA: Yes, but the facility
6 is concentrating it on the waste production and
7 depending on how they separated it after it was into
8 aqueous. It can become a serious problem.

9 MR. ADAMS: And that leads into the review
10 of security at the facility, the security plan. As
11 you're aware, the amount of S&M you have, the form of
12 the S&M, the dose rates of the S&M all put you in
13 certain places within the security.

14 MEMBER MARCH-LEUBA: Yes.

15 MR. ADAMS: And as more plutonium arrives
16 at the facility that we and Northwest will have to
17 make sure that they continue to stay in the right
18 place in security, or else the security plan and the
19 security requirements need to be adjusted to protect
20 what is there.

21 MEMBER MARCH-LEUBA: Yes, just keep in
22 mind when you do this review there won't be any
23 plutonium-240 in there. It will be 239. And that is
24 a different classification.

25 MEMBER BALLINGER: My comment that it was

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1 pretty much a red herring until the local population
2 discovered that we had plutonium.

3 MR. TIKTINSKY: I'll just add one thing.
4 There is a -- as part of the definition in 50.2 of a
5 production facility it does have a limitation in terms
6 of the plutonium. So that's another restriction that
7 will have to be met by Northwest to sort of stay
8 within the box.

9 MR. ADAMS: Okay. I'm going to wrap
10 things up, at least for the staff's discussion today.

11 So this slide summarizes the status of the
12 review. We're nearing to completion of the technical
13 review of the PSAR. At this point in time Northwest
14 has responded to our request for information, however,
15 we are still in the process of evaluating the most
16 recent responses. So we're still looking at that. So
17 I can't guarantee you at this point that the staff
18 will not have any more questions for Northwest.

19 Northwest has told us that they plan on
20 revising the PSAR in its entirety to capture the
21 responses and RAIs, which will allow one document to
22 tell the story versus having to read an SAR and then
23 read questions and put everything together.

24 CHAIRMAN BLEY: A timing question. Is
25 that likely to occur before we start reviewing the

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1 documents?

2 MR. BALAZIK: This is Mike Balazik. I
3 think that's the plan, but I'd have to --

4 CHAIRMAN BLEY: It would sure be really
5 helpful if that's true.

6 MR. BALAZIK: I understand. And that was
7 our intent with this in discussing with Northwest that
8 that would be the best product to give the Committee
9 is not a preliminary, lots of changes RAIs, but just
10 kind of -- can I say a final PSAR? That was our
11 intent.

12 (Laughter.)

13 CHAIRMAN BLEY: If you can deliver it,
14 then you can --

15 (Simultaneous speaking.)

16 MR. ADAMS: But I think that would be an
17 excellent question to ask Northwest when they're up
18 here.

19 (Laughter.)

20 MR. ADAMS: Assuming a favorable review by
21 you, we anticipate completing our safety evaluation by
22 early October 2017 and then moving on and preparing
23 for the mandatory hearing that we believe will be in
24 front of the Commission.

25 So upcoming events, upcoming schedules of

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1 our interactions with the Subcommittee. Our next
2 meeting is scheduled for June 19th. For the upcoming
3 meetings it's our plan to present chapters to the
4 greatest extent possible that are technically linked.
5 For example, Chapter 7, Instrumentation and Control;
6 and Chapter 8, Electric Power Systems, we'd like to
7 discuss those at the same Subcommittee meeting.
8 Likewise, we'd like to present radiation protection
9 and accident analysis together.

10 Our goal with this approach obviously is
11 to provide you the Committee with a well-organized
12 presentation and well-organized information.

13 Last bullet on this slide is the list of
14 the topics and the chapters that we're proposing to
15 present at our -- at the next meeting in June.

16 With that, this completes the staff
17 presentation. If you have anymore questions, we'll be
18 happy to address them. And if not, we're ready to
19 turn the front of the table here over to Northwest.

20 MR. BALAZIK: This is Mike Balazik.
21 Professor, we'll send you the ISG.

22 MEMBER BALLINGER: Yes, I'm looking
23 through 1537. I can't find it.

24 MR. BALAZIK: Yes, sir. We'll send that
25 to you.

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1 MR. ADAMS: It's a separate stand-alone
2 document.

3 MEMBER BALLINGER: Yes.

4 MR. BALAZIK: I believe, Kathy, do you --
5 (Off microphone comment.)

6 MR. BALAZIK: And I can send that out
7 again to you, Kathy, today.

8 (Off microphone comment.)

9 MR. BALAZIK: Yes, sir.

10 (Pause.)

11 MS. HAASS: So I'm Carolyn Haass. I'm the
12 Chief Operating Officer of Northwest Medical Isotopes
13 and I'm going to be introducing the team in just a
14 moment. I'm going to go over real quickly kind of
15 what our business model is. You've heard a little bit
16 about what we're doing. I want to go a little bit
17 more in depth. But I do want to talk about a couple
18 questions that came up.

19 First of all, we have completed a
20 preliminary design in our facility. When we did this
21 preliminary design, we didn't look at it from a Part
22 50, Part 70 perspective because we had to do a total
23 facility design. It didn't matter where the licensing
24 came up. So when we talk target fabrication, we're at
25 the same level of preliminary design as we are on our

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1 production facility. So I don't want you to think
2 that we just left this over here and we haven't been
3 considering that. We have.

4 Where the issue comes in is obviously --
5 with the licensing is that Part 50 requires you to do
6 a construction permit application with an operating
7 license application as Part 70 you just do an
8 operating license application. But there are some
9 requirements in there about that if -- when you put
10 that application in, they want you to wait the nine
11 months. So you can go in and look at it from a NEPA
12 perspective.

13 One of the things that's already occurred
14 by the NRC, we wrote an environmental report, which is
15 Chapter 19. The Environmental Group of the NRC came
16 in and they have written an Environmental Impact
17 Statement. And it's imminent, when that's going to be
18 released. We're hearing within the next several days
19 or whatever, but that's going to be completed. That
20 supports that nine-month action from a Part 70
21 perspective.

22 We are going be going in and asking for
23 the waiver on the nine months because the target
24 fabrication was considered a connected action to the
25 production facility. So I want to kind of put that

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1 out there.

2 The other thing is when we did this
3 design, we did look at -- we did use the ISA
4 methodology, which means that we looked at the 70.61
5 performance requirements. We did a full criticality
6 analysis which included doing a validation using 92
7 different experiments. We developed six different
8 sets of calculations that support our criticality
9 safety evaluations. We developed 13 qualitative risk
10 assessments. We did a full-blown model for -- from a
11 shielding perspective. And we also have done a lot of
12 modeling both from at the -- based on the MURR reactor
13 and that power and what would happen with our targets,
14 as well as from the OSU reactor.

15 So we feel that we've done a full-blown
16 evaluation and design of this facility. I just kind
17 of wanted to get that out, because I didn't want you
18 to have a misperception we haven't done anything on
19 the target side because we have.

20 MEMBER STETKAR: Carolyn, did -- you
21 mentioned you've done an ISA and you said 13 I think
22 qualitative risk assessments.

23 MS. HAASS: Yes.

24 MEMBER STETKAR: Did you think at all
25 about doing a quantitative risk assessment and whether

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1 that might actually provide more information in terms
2 of relative ranking of risks and perhaps a smaller
3 subset of IROFS and perhaps less effort overall than
4 what you did with the ISA? I don't know how much
5 effort you put into --

6 MS. HAASS: Do you mind if we -- we have
7 a whole slide on that.

8 MEMBER STETKAR: You do? Okay. Fine.

9 MS. HAASS: I'd like to defer the --

10 MEMBER STETKAR: Fine. I didn't -- I
11 haven't looked through your sides.

12 MS. HAASS: -- just defer the question --

13 MEMBER STETKAR: Fine. No problem at all.

14 MS. HAASS: -- when we get there, because
15 I think --

16 MEMBER STETKAR: Sorry.

17 MS. HAASS: -- you'll have a better
18 understanding.

19 MEMBER STETKAR: Thank you.

20 MS. HAASS: Let's see, one of the other
21 items you did ask about was transportation and reactor
22 license amendments. And the reason I wanted to bring
23 that up is we have -- we do have a slide in here on
24 transportation.

25 We have identified all the casks or

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1 containers that we would need throughout the
2 operations of this facility, and that means what
3 container or cask you would use to bring in the low-
4 enriched uranium, which would come from Y-12, the
5 Department of Energy, what you would use to send un-
6 irradiated targets out, what you use for irradiated
7 targets back to our facility, and then what you would
8 use for the moly product itself, as well as waste
9 management.

10 So we have evaluated that and we've done
11 that in depth. We know what we're going to be
12 generating on an annual basis, where it would go, how
13 hot it would be, how long it has to decay in our
14 facility before it can even get on the road. I mean,
15 because obviously that's got to occur from a waste
16 perspective. So we have done those analyses and it's
17 very detailed.

18 Unfortunately a lot of this information is
19 not publicly available, so I will tell you if we need
20 to go into a non-public session, we're willing to do
21 that.

22 And, so I want to get through this first
23 page and then I want to introduce --

24 MEMBER SKILLMAN: Carolyn, no, there will
25 be opportunity for that discussion as we go through

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1 the chapters because --

2 MS. HAASS: Yes.

3 MEMBER SKILLMAN: -- the chapters --

4 MS. HAASS: Very much so.

5 MEMBER SKILLMAN: -- will invite this
6 discussion. But I appreciate the tutorial up front.
7 Great. Understand.

8 MS. HAASS: Yes.

9 MEMBER SKILLMAN: Thank you.

10 MS. HAASS: So on this -- on page 2 is our
11 business model, and I think Mike, Al and Dave captured
12 this fairly accurately, that one of -- what we're
13 trying to do is -- our goal is to process moly-99.
14 And to do that we knew that we needed to have a
15 network of reactors, one, because of reliability and
16 assurance that we were able to irradiate, but also if
17 we needed to do multiple shipments a week, in case we
18 have to deal with surge capacity.

19 So the first step is we identified our
20 network of research reactors. They mentioned that we
21 have the University of Missouri research reactor, as
22 well as Oregon State. I'll tell you the thunder of
23 the slide later on, but yes, we have selected a third
24 one. We've not yet socialized it, so we don't put it
25 out in the public yet.

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1 VICE CHAIR CORRADINI: So just a question.
2 Is Oregon State 24/7 operation?

3 MS. HAASS: No, they are not. So Steve
4 Reese here, he is the director of the Oregon State
5 reactor.

6 VICE CHAIR CORRADINI: Hi, Steve.

7 MR. REESE: Hello, sir.

8 MS. HAASS: You guys obviously know each
9 other.

10 So they are not, but I'll let Steve answer
11 that question.

12 MR. REESE: The answer is no.

13 (Laughter.)

14 MS. HAASS: No, but what we would do.

15 MR. REESE: Yes, this -- we have sort of
16 -- I have two hats, to be honest with everybody or
17 transparent with everybody. I'm the director of the
18 Radiation Center at Oregon State University, which
19 contains the TRIGA reactor, so I'm the licensing
20 individual for that facility, as well as I am the
21 source of neutrons for Northwest Medical Isotopes.

22 So at OSU we have plans -- sort of mapped
23 out what's a transition from one shift to three shifts
24 would look like. So, yes.

25 MS. HAASS: The next portion of our

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1 business model shows that we're going to be
2 constructing and operating a radioisotope production
3 facility. One thing I want everyone to recognize
4 here, we use the term "radioisotope production
5 facility, or the RPF," as the total facility, so I'm
6 not just saying it's the production of moly-99 that's
7 Part 50. We call it one facility and it would include
8 the target fabrication as well and uranium recycle and
9 recovery.

10 The next big part of our business model is
11 that our goal is to go sell this to domestic moly-99
12 generator distributors that already hold their FDA
13 drug master file. The key thing is is our moly is not
14 going to change anything with the generators. It's --
15 we're going to produce the exact same type of moly.
16 And there would be no changes to that supply chain.
17 That is very, very important from a generator
18 manufacturer, that we can meet their standards.

19 So that's kind of the overall business
20 model. We have the overall target processing facility
21 or the production facility. Then we will use the
22 network of university reactors for irradiation
23 services.

24 The next page is our team. And so I think
25 you guys have heard about our reactor team. We have

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1 the University of Missouri research reactor. And
2 Ralph Butler, who is the director of MURR, is back
3 there.

4 We also have Steve Reese, who is the
5 director of the Oregon State Radiation Center. I'll
6 give a little bit more credit. For Northwest Medical
7 Isotopes -- he is the director for all irradiation
8 services for Northwest Medical Isotopes. So that
9 means he's going to be coordinating with all the
10 university research reactors. And that means anywhere
11 from actually doing the irradiation services to any
12 upgrades that will be needed to do this irradiation
13 and to support the license amendment applications at
14 either of the reactors.

15 From an overall RPF perspective, who is on
16 our team, I've -- there are -- I have two people here
17 that support us. We have Atkins who does specialty
18 engineering for us. Mike Corum. And that means
19 shielding criticality, safety analysis, as well
20 supporting in our AE.

21 Gary Dunford with AEM Consulting. He is
22 a -- he is our process lead. He comes from the
23 Hanford area where a lot of the PUREX UREX operations
24 occurred. His team are all ex-operators, designers,
25 engineers from those processes, so we feel very

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1 comfortable in what we're doing from that perspective.

2 The last item I wanted to talk about is I
3 do have Roy Brown here. He is the Vice-President of
4 Curium, or formerly Mallinckrodt Nuclear Services.
5 And we brought him because I wanted him to explain why
6 moly is important domestically to the U.S. and the
7 world. So I'm going to turn it over to Roy.

8 MR. BROWN: Thanks, Carolyn.

9 As she said, my name is Roy Brown. I'm
10 Vice-President of Government Affairs and Strategical
11 Alliances for Curium. Curium is not a household name
12 to you since it's only about a month old. Curium is
13 the combination of the former Mallinckrodt nuclear
14 medicine business and the IBA molecular business,
15 largely run in Europe, and the CIS BIO
16 radiopharmaceutical business in France. So that's a
17 brand new company as of January. Curium is a new name
18 as of beginning of April.

19 Curium operates a large
20 radiopharmaceutical plant in Maryland Heights,
21 Missouri. It's a large broad-scope licensee. And I
22 wanted to spend a few minutes talking to you about
23 nuclear medicine. I know some of you know nuclear
24 medicine very well. Others may be new to it.

25 As Al mentioned this morning, molybdenum-

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1 99 and technetium-99m, its daughter, are really the
2 two most important -- technetium would be the most
3 important radionuclide used in nuclear medicine.
4 Technetium is used in over 35 million procedures each
5 year and in more than 100 different types of medical
6 procedures, mostly diagnostic.

7 Moly-99 has a very short three-day half-
8 life, so this is something that you really can't make
9 and put on the shelf. You have to make it typically
10 several days a week with that short half-life.

11 Currently there's no domestic production
12 of moly-99. All the moly that we use here in the U.S.
13 comes from either Europe, South Africa or Australia,
14 so we're enthusiastic about the potential for a
15 domestic supply of moly-99.

16 VICE CHAIR CORRADINI: So just can I --
17 what's the current status in Canada, because they can
18 start up the reactor if there's a shortage. They're
19 allowed to by the CNSC's ruling.

20 MR. BROWN: Right.

21 VICE CHAIR CORRADINI: Is that correct?

22 MR. BROWN: Right. The NRU went out of
23 moly production as of October 31st of last year. The
24 CNSC and Health Canada have come to an arrangement
25 where the NRU reactor could be put back into action if

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1 a certain set of criteria is met, and the criteria
2 deals with how extensive a shortage may be of moly,
3 how long that shortage may occur. Under those certain
4 conditions working with the trade association in
5 Europe by the name of IPEZ and the EU Observatory in
6 Europe, they get together and demonstrate that that
7 criteria is met. Then that would be the -- they're
8 essentially the gatekeeper that would give the green
9 light then to the CNSC and NRU to start making moly
10 again.

11 VICE CHAIR CORRADINI: Okay.

12 MEMBER BALLINGER: But my understanding is
13 that the NRU reactor will be shut down permanently in
14 2018.

15 MR. BROWN: That's right. Their plan is
16 to start to decommissioning the NRU reactor in March
17 of 2018.

18 MEMBER BALLINGER: Right.

19 MR. BROWN: So that will be off the board
20 after that point.

21 Turning back to Curium just for a second,
22 Curium is the largest technetium generator producer in
23 the world. We have about 70 percent of the U.S.
24 market. We have about 60 percent of the -- 70 percent
25 of the global market. We have about 60 percent of the

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1 U.S. market and about 75 percent of the European
2 market. That makes us the largest consumer of moly-
3 99. We're also the largest producer of moly-99. We
4 currently have a moly production facility in Petten,
5 which is about an hour north of Amsterdam where we
6 make the majority of our own moly-99. So we know
7 quite a bit about it. We produce moly five days a
8 week, so we have quite a bit of experience. We've
9 been doing this since the mid-1990s.

10 We see some significant advantages to what
11 Northwest Medical Isotopes is proposing here. Some of
12 the main advantages we see is the generation of
13 radioactive waste. We're comparing their process to
14 our process. In the Netherlands they generate quite
15 a bit less radioactive waste.

16 There's a significant reduction in target
17 cost. Our targets, all of our uranium targets are
18 once-through targets. All the uranium -- we only burn
19 up a couple percent of the uranium. The rest goes to
20 radioactive waste. So our target cost is very, very
21 significant. Northwest costs, the way we understand
22 it, will be significantly less and they'll have the
23 benefit of recycling the uranium as well.

24 And that's -- the third benefit is the
25 recycling of the uranium, which we see as a huge

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1 advantage that currently we're not capable of doing,
2 and frankly we probably never will be.

3 MEMBER KIRCHNER: Roy, are all your
4 targets produced with HEU?

5 MR. BROWN: Currently all of our targets
6 are produced by CERCA in France and using HEU, about
7 93.5 percent HEU, U-235. We've had a conversion
8 process, a program underway since 2010. We've gone
9 through and done all the process validation runs.
10 We've submitted to the FDA, the European Medicine
11 Agency, Health Canada and the Asian authorities. We
12 have recently received FDA approval, European approval
13 to start using that LEU moly. And we're waiting for
14 Health Canada approval and we're waiting for approval
15 in Asia. We expect to be fully converted by the end
16 of this calendar year.

17 MEMBER KIRCHNER: That's an important step
18 for the follow-on.

19 MR. BROWN: Sure.

20 MEMBER KIRCHNER: Yes.

21 MR. BROWN: Sure. So we anticipate being
22 fully converted to LEU by the end of 2017. Northwest,
23 as Carolyn has said, is of course all 100 percent LEU.

24 So that's my brief summary. We're
25 basically here to support the efforts of Northwest

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1 Medical. We've spent quite a bit of time reviewing
2 their process and it is something we see has some very
3 significant benefits to our current moly process.

4 MEMBER MARCH-LEUBA: Sorry to ask a
5 technical question. You said two percent burnout
6 rate?

7 MR. BROWN: I said a couple percent,
8 right.

9 MEMBER MARCH-LEUBA: Per irradiation?

10 MR. BROWN: Right.

11 MEMBER MARCH-LEUBA: So really you will be
12 depleted, you're starting at 20 percent and 18 percent
13 and --

14 MR. BROWN: No, no. Yes, Mallinckrodt's
15 current operation we're currently using HEU targets.

16 MEMBER MARCH-LEUBA: Yes, yes, but in the
17 Northwest you will use 20 percent?

18 MS. HAASS: We use -- yes, 19.75, 19.9,
19 yes.

20 MEMBER MARCH-LEUBA: And after once
21 through it will go down to 19½ and then 19 and then
22 18½ and then 18?

23 MS. HAASS: It doesn't quite reduce that
24 quickly, but --

25 MEMBER MARCH-LEUBA: But then it will be

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1 two percent? Okay.

2 MS. HAASS: So the last thing I want to
3 talk about on this slide is we have done a lot of
4 technology demonstration, anywhere from producing our
5 LEU target material to taking that material,
6 irradiating it and processing it through hot cells.
7 We have done the majority of this at MURR, but we are
8 also in the process of working with the National
9 Center for Nuclear Research in Poland. That means
10 we're using the Ewa Reactor as well as their
11 processing capabilities. The reason we're there is
12 because we can do a lot more U-235, so we can produce
13 more curies, so we can go in and do actual generator
14 tests.

15 At MURR they were limited on the amount of
16 U-235 that we could put into the reactor based on
17 their tech specs, and so we knew that we wanted to
18 produce more than that. And we're hoping within the
19 next month we're going to be producing along the order
20 at EOI about 400 curies. So it's a pretty significant
21 maturation that we have done to date.

22 Next slide. The next slide is kind of a
23 rehash of what we've already said, but it shows that
24 Northwest Medical Isotopes is going to be constructed
25 and operated and it's going to be in Columbia,

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1 Missouri. It's about five miles from MURR. It's
2 about 2,300 miles from Oregon State, though. And we
3 understand those transportation issues and those
4 routes and understanding those logistics and those
5 approvals that have to occur.

6 One thing for you guys to understand is
7 MURR will be the base irradiation supplier. They have
8 committed that they are going to be irradiating
9 somewhere between 50 to 52 weeks per year, depending
10 on what maintenance they have to do. If they have to
11 go in and do a beryllium change-out, which is about
12 every eight years, which they did about two years ago,
13 they could be off line for about two weeks. And Ralph
14 could go into great detail of how they were able to do
15 it in such a short period of time, but they have a lot
16 of research and development they do and other
17 commercial customers that it had to be done very
18 quickly, so that means it was managed very well to get
19 it done.

20 As I said earlier, the third reactor has
21 been chosen. We just are not socializing it at this
22 point in time publicly.

23 The next --

24 CHAIRMAN BLEY: I'm just curious. How far
25 away is the generating facility? And I guess that

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1 will be going through Curium.

2 MS. HAASS: Like for Curium in Maryland
3 Heights, it's about 125 miles --

4 CHAIRMAN BLEY: That's close.

5 MS. HAASS: -- from Maryland Heights. The
6 other generator facility is owned by Lantheus Medical
7 Imaging and they're right outside of Boston.

8 Now the nice thing about the moly product
9 is that can be transported by air. And that's what
10 Curium does now from their Petten facility. They --

11 CHAIRMAN BLEY: They have to.

12 (Laughter.)

13 MS. HAASS: Yes, they would have to
14 because obviously time is money. And so it is shipped
15 over almost on a daily basis from Petten.

16 From a facility siting perspective we are
17 working with the University of Missouri's system.
18 They have a research park in Columbia, Missouri. It's
19 about 550 acres. And we have signed our lease
20 agreement with them, and we're going to be one of
21 their anchor tenants to come in, because one of their
22 goals in this research park is to broaden the whole
23 isotope industry there because of the reactor and
24 other technology activities that they are doing in the
25 City of Columbia.

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1 Our lot is about -- is 7.4 acres. And
2 Discovery Ridge, the nice thing about it is it's
3 donated land from an alumni and it was only used for
4 agriculture in the last 150, 200 years. So it really
5 is greenfield. And that's nice for us. As I said,
6 it's about five miles from the University of Missouri
7 research reactor. And so, it will be a fairly easy
8 transport. They already do transports already for --
9 well, I can't talk about it, never mind, for certain
10 items that go out, in and out of the facility. So we
11 feel very comfortable with that.

12 You'll notice that there's a little
13 picture there. You kind of see an outline of what our
14 facility would look like. You see that the isotope
15 facility is in the middle of the plot. If you go up
16 to the left, you see some of the outbuildings. That's
17 like an emergency diesel generator or a waste
18 management outbuilding.

19 We may have to put in some type of water
20 tank for fire. The City of Columbia is in the process
21 of getting that water test done to understand whether
22 we have to provide tankage or we don't need to have
23 it, but that is up to the City of Columbia to go get
24 that done, and it's on their docket to get done.

25 MEMBER SKILLMAN: Carolyn, just a

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1 curiosity question. The idea that you've got really
2 greenfield virgin land to build on, and a lot of area
3 is very advantageous, but how do you prevent a botox
4 facility or a cyanide facility from becoming your next
5 door neighbor?

6 MS. HAASS: Well, remember the University
7 of Missouri, the overall system owns this land. And
8 they have covenants on what can and can't go there.

9 MEMBER SKILLMAN: Fair enough. Okay.

10 MS. HAASS: And there is a web site to
11 that, if you ever really want to look into it. It's
12 called Discovery Ridge Research Park, University of
13 Missouri. You'll get right to it. And you'll see the
14 covenants talk about what you can and can't do, what
15 design codes you have to use, what's brought over from
16 the university system, campus-wide, because we don't
17 have the same design codes as the campus.

18 So what you'll see -- like in our design
19 requirement document you'll see all the requirements
20 that the NRC -- that we have to design to, you're
21 going to see what the University of Missouri requires
22 us to do, and then there are some city, county and
23 state items as well.

24 Now a lot of those overlap; don't get me
25 wrong, because the majority of the University of

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1 Missouri is just typical IBC, but we still have to
2 follow those things. And so, yes.

3 The next page is our licensing strategy.
4 I know Dave and Mike went over this in detail, but the
5 key thing is is we have submitted an application for
6 the Part 50 activities. We understand that they got
7 it for the whole facility, even the Part 70 side,
8 because we really can't do one without the other. We
9 had to design it at the same level all the way
10 through. So that's the nice thing about this. When
11 we went and did our preliminary hazards analysis,
12 criticality shielding, it was all taken into account,
13 the whole facility.

14 We are looking at that when we submit the
15 operating license, we will be submitting one document,
16 but there's going to be a very significant matrix that
17 shows how Part 50 and Part 70 are both taken into
18 account so that we can make sure all information is
19 available, because they don't match either how they're
20 set up. And so we're going to take the Part 50 and
21 then we're going to have to kind of transplant in the
22 Part 70. So we're in the process of developing those
23 matrices. We have a good idea what it is, but we're
24 finalizing that.

25 As we said before, the university reactors

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1 are going to have to do their license amendments for
2 the commercial production. And then there is one cask
3 that we're going to have to do a license amendment on,
4 and it's for the irradiated targets that come from the
5 university. And we plan on using -- it's called the
6 Battelle -- what's -- it's -- now I can't even
7 remember. Yes, Battelle Energy Alliance -- Battelle
8 Research Reactor cask, the BRR cask. Sorry. I don't
9 know why I can't remember that. But that's the one
10 that we know that we're going to have to get a license
11 amendment on.

12 The owners of the COC is AREVA. We have
13 been working with them. We have just done some new
14 modeling that will support that evaluation for that
15 license amendment on whether or not we --

16 CHAIRMAN BLEY: Why do you need the
17 amendment? What's different?

18 MS. HAASS: I'm going to let Steve talk to
19 that.

20 MR. REESE: Yes, sure. The certificate of
21 compliance for each cask is pretty specific to the
22 type of material that goes in the cask. So as we
23 talked about these targets, you will notice them -- if
24 you have -- experience TRIGA reactors, these look
25 remarkably simple to TRIGA fuel. However, just -- and

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1 the BRR cask is license currently for TRIGA fuel. But
2 these -- they aren't specifically licensed for the
3 targets, so --

4 CHAIRMAN BLEY: Okay. I understand.
5 Thanks.

6 MS. HAASS: When you start looking at
7 other transportation, casks and modes that we have to
8 do, I mean, when you -- waste management, from a --
9 waste that would go maybe to WCS in Texas, whatever,
10 we can meet those standards. And those casks are --
11 we can meet all of those requirements and get it on
12 the road. We're not worried about that.

13 The primary assumptions for our facility,
14 I think you guys all understand this, is that the RPF
15 is going to include everything: target fabrication
16 production and uranium recovery and recycle. We
17 believe that the -- our --

18 CHAIRMAN BLEY: We'll get into the details
19 later --

20 MS. HAASS: Yes.

21 CHAIRMAN BLEY: -- but just for now how
22 small are the batches that you actually process?

23 MS. HAASS: We would have to discuss that
24 later.

25 CHAIRMAN BLEY: Okay. I'd like to hear

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1 about that if we go into session today, otherwise,
2 when we get to this section.

3 MS. HAASS: Yes, the other thing --
4 assumption was is we believe that we're using the gold
5 standard for the production of moly, which means it's
6 a fission-based method. That's what everyone uses.
7 Not that other methods: neutron capture, can't be
8 done, but this is the gold standard. It's been used
9 for 30, 40 years. So people understand it.

10 Our nominal capacity is going to be around
11 3,500 six-day curies on a weekly basis. We do have
12 the capability of a surge capacity as well. And we
13 are working with the universities that if we have to
14 do a surge capacity how many targets would go into a
15 reactor and what that configuration is. But that's
16 obviously some of our proprietary information.

17 We -- you guys know that we have the
18 network of university reactors. One thing to let you
19 know, our target design is going to be the same no
20 matter what reactor it goes in. We do have -- we have
21 obtained our intellectual property and we're working
22 through all the countries worldwide. We have already
23 got it allowed in the U.S., Australia, Russia, South
24 Africa, Korea. And India, Europe and China are
25 pending. Obviously that's proprietary information for

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1 us, but we'd be more than happy to discuss what the
2 target design is like.

3 The other -- a couple other things that
4 I'll -- we -- it's very important for us that our --
5 all our fission product releases meet all
6 environmental release criteria and that we're only
7 going to generate Class A, B and C waste. We are not
8 going to be generating any greater than Class C waste.
9 That's important to us because there is nowhere to put
10 it right now.

11 The Department of Energy, who has the only
12 capability to deal with it, does not know what to do
13 with it yet. And so they've got an environmental
14 impact --

15 VICE CHAIR CORRADINI: I'm not sure what
16 that means exactly. I thought the Medical Isotope Act
17 said there would be a take-back clause.

18 MS. HAASS: Okay. So the Uranium Lease
19 Take-Back Clause, you are very, very correct here. If
20 you chose to do your uranium lease take-back, the
21 Department of Energy, Environmental Management would
22 have to take any waste that doesn't have a disposal
23 pathway, which would be the greater than Class C
24 waste. They don't have the capabilities to dispose of
25 it yet, but they could take it and store it

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1 temporarily. So that's part of the problem with that.

2 Now there is -- we do have the ability to
3 go purchase the low-enriched uranium outright.
4 There's a lot of requirements in the ULTB process that
5 may not be financially advantageous for a company, so
6 your business model can't pencil out. So we've done
7 a lot of evaluating whether you purchase or you go
8 through the ULTB process. And if we want to talk
9 about that offline, we can do that.

10 Okay. So we're going to get a little bit
11 into the technology. I'm going to tell you up front
12 unfortunately you're probably going to ask questions
13 that have to go into an non-public session, but I'll
14 try and answer as many as I can.

15 So what you're seeing here is that there
16 are five major or primary steps to our process. And
17 what you're going to see on the left hand side of this
18 slide is you see target fabrication. Target
19 fabrication consists of three steps, and I'll go into
20 a bit more detail in some future slides, but we have
21 to get the low-enriched uranium from the Department of
22 Energy Y-12. Right now the Department of Energy says
23 it's going to come in as broken metal. I can tell you
24 that because they've told most people that.

25 We take that. We then produce our target

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1 material that will go inside the targets themselves.
2 Once we have that material, we will encapsulate it
3 into the target, which means you put it in, you weld
4 it, you test it, you QA test it, you do all of those
5 items. And then we package it to get it ready for the
6 -- going to the university reactors. We -- it then is
7 transported to the reactors. They will have the
8 capability of storing so many weeks of targets there,
9 so we're not actually transporting on a weekly basis
10 these targets.

11 Once it gets put into the reactor, it is
12 put in there somewhere between 150, 160 hours. It may
13 depend on what the cycle is that week for the reactor
14 or how long it has to go down. And Ralph could talk
15 to this in a bit more detail, but like they go down I
16 think on a Sunday night at 2:00 a.m. For the most
17 part they're back up and operating about by 2:00 p.m.
18 unless they've got to do some minor maintenance. So
19 that's why I say it's a range of how many hours you
20 get just based on how long you have to go down and you
21 have to any minor maintenance.

22 The targets are the -- well, the reactor
23 is turned off. Those targets are then held. They're
24 pulled out of the reactor. They're going to be held
25 in the pool how long?

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1 MR. REESE: We're looking at about a day.

2 MS. HAASS: And then we air transport them
3 into this BRR cask. I'll let you talk about that a
4 bit more.

5 MR. REESE: Yes, so she's right. I mean,
6 part of the business model here was to essentially
7 make sure that the reactors or the source of the
8 neutrons weren't the bottleneck anymore. Those of you
9 who are familiar with the moly supply chain now,
10 reactors tend to be a bottleneck for the process. So
11 part of the original idea behind this whole concept is
12 to take the -- make sure the reactors weren't to
13 bottleneck anymore.

14 But she's absolutely right. All of the
15 targets will be identical no matter which reactor we
16 put it in. Northwest Medical is going to be
17 responsible for the QA, so each of the university
18 research reactors will obviously be watching that
19 process fairly closely. We'll perform the irradiation
20 nominally, 6-6½ days. Then it's pulled out of the
21 reactor, it's left to cool for a certain amount of
22 time. And we'll load it into the BRR cask.

23 We already understand what the sensitivity
24 looks like on that in terms of radioactive decay, and
25 also from the thermal-hydraulics point of view in

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1 terms of when can you actually pull it out in air?
2 And then it's loaded in the BRR cask. QA is done in
3 the BRR cask. Shipping for the transportation, which
4 is substantial. And then it's shipped to the
5 processing facility, the radioisotope processing
6 facility that we're discussing today.

7 MEMBER KIRCHNER: Carolyn, can I back you
8 up on the uranium supply? So is -- does the
9 department -- you're getting it from DOE, right? So
10 they're going to give you -- is it U-02 and to a
11 certain standard?

12 MS. HAASS: No --

13 MEMBER KIRCHNER: And they're responsible
14 for the QA?

15 MS. HAASS: Okay. So they have a
16 specification of what they're going to give us. It
17 will be as a broken metal, but we know what's in that.
18 And then they will have to QA it and they will --
19 every shipment will have to have that --

20 MEMBER KIRCHNER: Very important that
21 you --

22 MS. HAASS: Completely agree.

23 (Simultaneous speaking.)

24 MEMBER KIRCHNER: -- QA on that product --

25 MS. HAASS: Right. And so they already do

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1 this --

2 MEMBER KIRCHNER: -- that they provide.

3 MS. HAASS: -- whether it's sending it to
4 CERCA for Curium purposes. Or even if you think of
5 BWXT or NFS, they do these shipments all the time.
6 And their level of quality assurance is -- it is very
7 detailed, don't get me wrong. I don't really want to
8 talk to them. Yes, I'm sure that they've made
9 mistakes. But we have a QA program in our own
10 facility. We just can't accept it as is. We've got
11 to do some checks and balances as well.

12 CHAIRMAN BLEY: Dr. Chu, we're running way
13 behind. We don't have a lot of flexibility on the
14 back end, so I'd urge you to --

15 MS. HAASS: Well, I will -- what we can do
16 is I'm kind of going through this flow diagram kind of
17 in detail here. I'll try and jump a little bit
18 through the technology slides, but the next major step
19 is that we accept the irradiated targets. We bring
20 them into the facility where we disassemble and then
21 we dissolve the targets. I'd love to be able to tell
22 you what the target material looks like and how we
23 would do that, but it would have to be closed session.
24 So I apologize.

25 But we dissolve this in nitric acid. Then

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1 once it is dissolved, we go into this moly production
2 box where we talk about that we're going to go recover
3 and purify the moly product so it can meet the
4 specifications that Curium or Lantheus gives us, which
5 are based on some FDA-type requirements, whether
6 they're European or U.S.

7 Once we have recovered the moly; and
8 remember, that is the critical path for us, then we go
9 into the uranium recovery and recycle. And I'll tell
10 you, uranium recovery and recycle, there's a lot of
11 down time. There's a lot of decay that happens here,
12 whether it's for U-237, or whatever it may need to be.
13 The reason we do that is because this uranyl nitrate
14 comes back into our target fabrication and we want to
15 make sure that we can do it from a contact handled
16 perspective. And so there is a lot of decay time
17 there.

18 The next page I'm not going to go through.
19 This is just a reagent, product and waste summary flow
20 diagram. You can read that for yourself. You just
21 see what kind of chemicals we're going to use, gas,
22 the research reactors. We get the LEU. We are going
23 to be sending our LEU product back to DOE. That is
24 what -- we have been working with them. We believe
25 because we're recycling that we're actually probably

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1 going to have it -- I mean, this isn't a very
2 technical term, it's going to be more clean than when
3 we got it because of the process we have to do. But
4 the uranium isotopics will be less. But they have
5 given us a draft spec for return, and we have no
6 problems meeting that.

7 We're doing some additional analysis
8 they've asked us to do, but that's what we plan on
9 doing. And that's very important is that we're not
10 going to generate greater than Class C waste and that
11 Y-12 would take that back.

12 MEMBER MARCH-LEUBA: But you're returning
13 it on a monthly basis or when you shut down the
14 facility? When will you be reusing it?

15 MS. HAASS: That logistic hasn't been
16 worked out because it's probably going to -- you
17 wouldn't do it on a monthly basis, probably more on an
18 annual basis. But it's going to take several years to
19 even get to the point where we'd want to return
20 anything --

21 MEMBER MARCH-LEUBA: So --

22 (Simultaneous speaking.)

23 MS. HAASS: -- because it's all based on
24 the amount of uranium isotopics you have left.

25 MEMBER MARCH-LEUBA: DOE sends you LEU and

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1 you send them back LEU? Doesn't make much sense.

2 MS. HAASS: Well, it's still worth money,
3 remember.

4 MEMBER MARCH-LEUBA: Yes, but --

5 MS. HAASS: Because the uranium isotopics
6 are -- I mean, Steve, you can jump in, but we're not
7 going from 19.5 down to 0.

8 MEMBER MARCH-LEUBA: Yes.

9 MS. HAASS: I mean, there's going to be a
10 significant amount left that is still worth money to
11 DOE like from a commercial nuclear perspective and
12 maybe working with their fuel.

13 MR. REESE: So we do anticipate -- I mean,
14 there's going to be process losses and they'll
15 probably actually exceed the burnup that we're going
16 to be doing, that this uranium is going to see. The
17 burnup is pretty low, to be -- in all honesty.

18 The other thing is that along with sort of
19 the paradigm for the lease take-back agreement with
20 the Government is that you buy the uranium at a
21 certain enrichment and you sell it back at a certain
22 enrichment. Both have product specs. And so you end
23 up -- or, I'm sorry, you buy it from the Government
24 and then you sell it back to the Government at a lower
25 enrichment. And so all of those numbers have been

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1 worked out such that you're essentially paying for the
2 atoms that you burned up.

3 MS. HAASS: Right.

4 MEMBER CHU: Need to roll --

5 (Simultaneous speaking.)

6 MS. HAASS: Yes. The next page, this is
7 the only publicly available graphic, so I apologize.
8 And it was from a licensing perspective.

9 And so what you're seeing is where our
10 target fabrication area is on the top. We have --

11 MEMBER MARCH-LEUBA: You need to talk into
12 the microphone. Use the mouse to point.

13 MS. HAASS: Ah, sorry. I didn't know that
14 existed.

15 MEMBER MARCH-LEUBA: That's the process.

16 MS. HAASS: Okay. So the target
17 fabrication area, which is our initial step that we
18 do, is up on the top. It -- then you ship it out
19 here. When the targets are irradiated, they'll come
20 in here through this target receipt area. The targets
21 will go underground, up -- this is our hot cell
22 processing area. This is where disassembly and
23 dissolution occur. And that is -- and then down here
24 we have the moly recovery and purification.

25 This whole tank hot cell has mostly to do

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1 with our uranium recovery and recycle. There are some
2 pumps and some waste management tanks in there. But
3 that's what that area is. We have a lab area,
4 chemical addition, our admin and support area,
5 utility. So I just wanted to give you that real
6 quick.

7 Facility description. We're about 40 --
8 50,000 square feet on the first level. We've got a
9 basement level where the tank pit area is, and our HIC
10 storage for waste management decay is. We have an
11 admin building that's right now here. It's about
12 10,000 feet. Building height, I mean, you can go and
13 read that, but kind of typical of a facility. You're
14 going to go up and you're going to down. You're going
15 to have both.

16 This I'm just trying to show you
17 graphically what's going on. I mean, this is our tank
18 pit area. You're seeing where our HIC storage area
19 is, waste management. And it's just different
20 facility cross-sections, if you'd like to look at it.
21 I know they're not labeled, but there's a reason
22 they're not labeled.

23 Just some more pictures that are more
24 elevation-oriented.

25 So the next four or five slides have to do

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1 with each of the primary steps that I talked about.
2 So you got target fabrication, which I'm just going to
3 briefly say we're using an internal gelation process.
4 If you know what that is, you can probably guess what
5 we're almost doing, but make this material.

6 And then on the next page we show that we
7 have an encapsulation step where we prefabricate our
8 targets, we fill them -- we fill the targets with
9 helium, we do the QA check. Once it's past the QA
10 check, that meets the university reactor's
11 requirements, we're able to send them to then -- if
12 they fail, then we just disassemble them and we can
13 redo it. We can remake -- encapsulate those -- that
14 material. Then they're shipped off.

15 Then we have the target receipt,
16 disassembly and dissolution that I briefly went over
17 that we -- that they come into the facility. We pull
18 the targets out of the inner basket of the
19 transportation cask. We take the targets. We open
20 them up. We get the material and we dissolve the
21 material with hot nitric acid. And this is all done
22 in a batch-wise fashion.

23 We know that we're going to have off-gas
24 from this and we have developed a series of cleanup
25 columns for whatever off-gas we're going to have,

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1 whether it's nitrogen oxides or fission gas or other
2 gases.

3 MEMBER CHU: How many hot cells do you
4 have?

5 MR. REESE: You want me to go back to the
6 diagram?

7 MS. HAASS: No, because that's not going
8 to really show us. I mean, it's how you want to
9 define the hot cell, but we have two receipt and
10 disassembly hot cells, two -- I mean, this is kind of
11 general -- two dissolution, and then you have -- then
12 you go into your moly recovery and purification. And
13 all the uranium recovery and recycle is done over in
14 the tanks -- in the hot cell pit. So that's not done
15 in a hot cell.

16 I think I -- our moly recovery will be
17 done with ion exchange media as well as our uranium
18 recycle and recovery. We're not -- I know typical of
19 a PUREX UREX-type process you'd use solvent
20 extraction. We're using an ion exchange media. I'm
21 not the expert on this; Gary is, but -- and we can go
22 through it in much more depth at another time, but the
23 whole point of the uranium recovery is we want to make
24 sure that we decay it long enough so we are contact
25 handled when we go back into target fabrication.

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1 MEMBER CHU: So you have a lot of liquids
2 going on --

3 MS. HAASS: Yes, that's --

4 MEMBER CHU: -- in the hot cells? All
5 liquids?

6 MS. HAASS: That's one of the reasons
7 you're going to see how much criticality analysis and
8 shielding we've done to date. That's very, very
9 important to us.

10 You can go one more. Just quickly on
11 waste management, we understand we're going to
12 generate liquid waste, solid waste, and then we have
13 specialty waste. The specialty waste is going to be
14 any solvent waste or silicone oil that we use in our
15 internal gelation process or facility maintenance
16 fluids. We have mapped that out. We understand how
17 much we're going to generate. We know how we're going
18 to treat it. We know how we're going to get it to a
19 solid waste and where it's going to go for disposal.

20 Go down. I'll let you do that one.

21 MR. REESE: Sure.

22 MS. HAASS: I'm not the expert.

23 MR. REESE: Sure. So how much time do we
24 have for the remaining?

25 MEMBER CHU: Until --

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1 MR. REESE: Seven minutes?

2 MS. HAASS: Yes, because one of the
3 things --

4 MR. REESE: We're in for a strobe light
5 show.

6 MS. HAASS: Right.

7 MEMBER CHU: I'll give you 10.

8 MS. HAASS: One of the things I'd like to
9 do is --

10 MEMBER CHU: I'll give you 10.

11 MS. HAASS: -- get to the criticality
12 shielding and --

13 (Simultaneous speaking.)

14 MR. REESE: Yes. Yes.

15 So we have -- I mean, one of the
16 radiological hazards we have off of this is catching
17 all the off-gases. It's particularly tricky because
18 you're dealing with a lot of noble gases, but we've
19 got several systems set up to provide some redundancy
20 and some diversity.

21 The other thing that this slide goes into
22 is that you not only have to be cognizant of the gases
23 that come off during the dissolution, but you also
24 have to be cognizant of the iodine that grows in from
25 later isotopes on the isobars that you're concerned

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1 with. So we've made sure that all the subsequent
2 systems are also feeding to that and catching the
3 iodine before it goes out. The idea is that we want
4 to make the iodine and krypton signature and xenon
5 signature as small as possible.

6 Ventilation. We've set up the ventilation
7 system. Zone IV -- I'll start from the bottom and go
8 up. Zone IV is your standard administrative offices,
9 those kind of things. Those -- that will be positive
10 to the environment and positive to the other zones and
11 will be independent of the Zones III, II and I.

12 Then we're moving into the areas of the
13 facility that are essentially floors and -- I'm sorry,
14 hallways and those kinds of things where people are
15 nominally walking around. That will be fed from the
16 outside as will Zone II. Zone II will be negative to
17 Zone III. Zone I will be negative to Zone II. Pretty
18 standard situation. And of course the one that we're
19 most concerned with is the actual hot cells, the gases
20 coming off of the hot cells. So that will be
21 independent.

22 MEMBER SKILLMAN: Steven, just a quick
23 question.

24 MR. REESE: Yes, sir.

25 MEMBER SKILLMAN: As I did the review for

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1 what we have to date --

2 MR. REESE: Yes.

3 MEMBER SKILLMAN: -- it appears to me as
4 though the ventilation system is your critical system
5 in this facility. It is --

6 MR. REESE: It's one of them, yes.

7 MEMBER SKILLMAN: I mean, it's really at
8 the top of your food chain in terms of importance.

9 MR. REESE: Yes, for both public and --

10 MEMBER SKILLMAN: Yes.

11 MR. REESE: -- occupational workers, yes.

12 MEMBER SKILLMAN: And so the reason I
13 asked the question about Appendix B is because of what
14 Appendix B would require in an important system such
15 as this. The answer was: use a different standard of
16 the -- whatever it was.

17 PARTICIPANT: You mean ANSI 15.8.

18 MEMBER SKILLMAN: I understand that. My
19 question is how will the construction -- this is a
20 question for later, but how will the construction
21 assurance program ensure that this ventilation system
22 does what it's intended to do because of this system's
23 overarching importance?

24 MR. REESE: Yes, as you can imagine, later
25 on we'll talk about IROFS and ultimately we want to

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1 convert the IROFS to tech specs because we'll be in
2 Part 50 space, but many of the IROFS are essentially
3 watching the ventilation system.

4 MEMBER SKILLMAN: We can talk about this
5 later when we get into the design.

6 MR. REESE: Sure.

7 MEMBER SKILLMAN: Thanks.

8 MR. REESE: You bet. You bet, sir.

9 ISA. So ISA in 70 space, we have to do
10 sort of a little bit of a -- what we've chosen to go
11 forward with is we're essentially going to follow the
12 ISA methodology on our application. There is --
13 essentially you're given two options. You either go
14 down the Part 70 path or you down the Part 50 path.
15 We've done calculations for both, but we -- we're
16 going to go down the Part 70 space pathway, so the ISA
17 methodology. We did that by doing a preliminary
18 hazards analysis, identifying everything, setting up
19 matrices in terms of risk, ranking the accidents.

20 The only thing that we'll point out is we
21 will be -- we have identified the IROFS for these
22 different systems and we know that we are going to
23 have to convert these IROFS to tech specs.

24 So on the right you see the primary
25 documents that we've created to address this part of

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1 this hazards analysis. We've tried to look at
2 everything. We've got eight primary systems and we
3 look at 107 nodes, so basically these are components
4 that we anticipate having to fail in some fashion. We
5 look at various accident sequences. It's many, many,
6 many pages of the application. And in the end we did
7 eight qualitative, not quantitative, risk assessments
8 over the 75 accidents. Seventy. I'm sorry.

9 Shielding analysis very quickly. So we've
10 done quite a bit of work between Oregon State and MURR
11 on what the source term is going to look like. So
12 once we get the source term, we can decay it off using
13 SCALE, ORIGEN-S, and use that as the input decks for
14 all of the shielding analysis which will be done with
15 -- and is being done with MCNP.

16 It's -- at points in this facility,
17 because of the thickness of the shield, it becomes a
18 challenging MCNP problem because you're pushing --
19 you're transporting radiation through a fairly thick
20 material. But we've got a pretty good handle on that.

21 In terms of criticality accidents, there's
22 two things you probably want to worry about most in a
23 facility like this. One that's already been pointed
24 out is ventilation. The other one is criticality
25 analysis. And we approached this as basically we

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1 can't -- this can't happen, period. I mean, that's
2 how we have to view it.

3 So we've done a pretty thorough
4 examination of all the things that we have to look
5 for. You see the CSEs or criticality safety
6 evaluation documents on the right of the things that
7 we primarily hit on. We've done a pretty thorough
8 code validation and verification. We've defined all
9 of our -- what we consider are areas of applicability.
10 We've identified our -- so our bias, our uncertainty
11 and what our upper subcriticality limits will be for
12 the facility. So we've got a pretty good handle on
13 what that looks like.

14 This had to be done right off because this
15 defines how -- what's your tank spacing, what's your
16 tank size, what does that look like? So this was done
17 actually very, very early on because it drives how you
18 lay out the facility there on out.

19 I believe -- I think this is the last --
20 yes, the last slide. We've identified -- these are
21 the different radioactive waste -- or I'm sorry, casks
22 that will be required to ship or transport radioactive
23 materials both to the facility using the ES -- we're
24 anticipating using the ES-3100 cask, the BRR cask for
25 irradiated targets, and then we have the MIDUS cask

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1 for the isotopics, or I'm sorry, the moly product
2 itself. And then we have waste drums and HICs for the
3 waste. So BRR cask is used now quite extensively.
4 The MIDUS cask is used very extensively. HICs and
5 drums are pretty well used and understood by the
6 community. And the ES-3100 package is pretty well
7 used these days, too, so --

8 And with that, I have tried to talk as
9 fast as I can --

10 (Simultaneous speaking.)

11 MS. HAASS: Yes, so we appreciate the
12 opportunity. We're looking forward to future
13 opportunities. And we've kind of -- we've taken notes
14 to understand maybe where -- some of the areas you'd
15 like to go more in depth -- based on today's meeting.
16 I know that there's going to be more.

17 But I know at the next meeting, Michael,
18 we will be doing Chapter 4, which is the facility
19 overview where we'll probably have a significant non-
20 public portion of the meeting so we can go a bit more
21 into detail on what we're doing.

22 MEMBER CHU: Thank you very much. It's
23 very helpful. And then right on time.

24 (Laughter.)

25 MEMBER CHU: And now I would like to know

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1 if there are comments from the audience?

2 (No audible response.)

3 MEMBER CHU: Any comments from the public
4 in the bridge line?

5 (No audible response.)

6 PARTICIPANT: It's open.

7 MEMBER CHU: Oh, it is open? Yes.
8 Anybody in the public have a comment to make?

9 (No audible response.)

10 MEMBER CHU: No. Thank you.

11 Now any discussion from the Committee
12 members?

13 MEMBER POWERS: Well, I'd just comment
14 that in looking forward to our future meetings when we
15 discuss things in detail I've flagged a few things
16 that will I'm sure come up. I think you can count on
17 of course some discussion of your ventilation system
18 and what not, and especially the unfiltered portions
19 and unfiltered leakage in the systems and how that's
20 going to be controlled as the facility ages.

21 But I think you can count on a fairly
22 detailed discussion of fires and fire suppression,
23 especially in the hot cells. Flooding. I think you
24 can count on a discussion of that. Material aging.
25 And probably a fair discussion on ion exchange

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1 columns.

2 MEMBER REMPE: Actually one thing I would
3 be interested in, too, is how the fabrication is done
4 and how much automation is done with that, which I
5 hope we will get into.

6 MEMBER CHU: Anything else?

7 MEMBER SKILLMAN: Yes, you've got two
8 homeowners within 0.3 miles of this facility based on
9 the information we have. Is there any special
10 interaction for them?

11 MS. HAASS: So the Environmental Impact
12 Statement was completed by the NRC. There are some
13 homeowners near there. I know that they're -- and I
14 may have to get back with you on this because I can't
15 remember the timing, but I -- there's a trailer park
16 fairly close as well and that they're trying to move
17 everyone out of the trailer park because there's a
18 research park there and there's already existing
19 businesses. And so we're working through that. I may
20 have to get back with you on exactly how that's going
21 to be done because I don't remember.

22 MEMBER SKILLMAN: Just a curiosity
23 question based on public sensitivity to living
24 proximate --

25 MS. HAASS: Right.

1 MEMBER SKILLMAN; -- to a facility.

2 MS. HAASS: And when the public meetings
3 occurred, everyone was very, very enthusiastic about
4 this. There was only one person who was -- really
5 wants this to occur, but he was worried about the bats
6 in the caves.

7 MEMBER SKILLMAN: Okay. Thank you.

8 MEMBER BROWN: Margaret, just wanted to
9 bring up -- I'm the instrumentation guy, supposedly.
10 And I guess my primary interest was based on the other
11 stuff that we'd looked at before was this is not like
12 a power reactor that we have to have safety systems
13 on, but you do have a considerable amount of computer-
14 based manufacturing control, inventory control, what's
15 where. And I guess the primary interest we expressed
16 before is like the control of access to those systems
17 via internal networks, automated systems, how much
18 stuff is out -- you -- control you have out to the
19 external Internet world, where do the -- in other
20 words, the best answer is zero --

21 (Laughter.)

22 MEMBER BROWN: -- as well as how you
23 control the internal access to those systems to ensure
24 that their software processes aren't tampered with.
25 So that's primarily where I'd be looking for on the

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1 instrumentation side.

2 MEMBER CHU: Okay.

3 MEMBER BROWN: Okay? Thank you.

4 MEMBER CHU: Carolyn, I just want to make
5 a comment. There are a lot of proprietary information
6 in the documents. When I was reading it, if I just
7 read the non-public version, it's very hard for me to
8 figure out which parts are proprietary unless I sort
9 of compare with the public version.

10 So my caution is for the next few meetings
11 we'll have to coordinate well so we don't accidentally
12 trip, because it's very easy -- because when I read
13 it, I had no idea what might be proprietary.

14 MS. HAASS: And we agree with you. I
15 mean, I know that there's a process that you go
16 through with the public and non-public. And when you
17 have that much detail, I mean, it really is sitting
18 down there and comparing and figuring it out. And we
19 will --

20 (Simultaneous speaking.)

21 MS. HAASS: We'll have a presentation.
22 We'll have kind of a top-level one. And then we kind
23 of know where we need to go with the detail. And we
24 have lots of detail that we can provide, and we have
25 provided the NRC staff already. So a lot of times if

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1 you ask us a question, we can probably -- we probably
2 have a slide already developed on it and I can go find
3 it and I'll be able to put it up on the screen and we
4 can walk through it. Because we have every part of
5 our hot cells. Like every part of target fabrication
6 is broken out and we can go through everything. We
7 can go out through each part of the hot cell tank pit
8 and tell you exactly what's going on or through each
9 portion of every hot cell we have.

10 MEMBER CHU: Thank you.

11 Anybody else have comments?

12 (No audible response.)

13 MEMBER CHU: None. Okay. Meeting's
14 adjourned. Thank you.

15 CHAIRMAN BLEY: No.

16 (Laughter.)

17 CHAIRMAN BLEY: You give it back to me.

18 MEMBER CHU: Oh, sorry.

19 CHAIRMAN BLEY: Thank you.

20 MEMBER CHU: I give it back --

21 (Laughter.)

22 MEMBER POWERS: It's a palace coup that
23 she is attempting.

24 CHAIRMAN BLEY: Didn't take her long, did
25 it?

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1 MEMBER POWERS: No time at all.

2 CHAIRMAN BLEY: Okay. Thanks to everyone
3 for the discussion and presentations. We are recessed
4 until 10:45 when we'll begin P&P.

5 (Whereupon, the above-entitled matter went
6 off the record at 10:26 a.m.)

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UNITED STATES OF AMERICA

NUCLEAR REGULATORY COMMISSION

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ADVISORY COMMITTEE ON REACTOR SAFEGUARDS

(ACRS)

+ + + + +

BIENNIAL REVIEW AND EVAL OF

NRC SAFETY RESEARCH PROGRAM

+ + + + +

FRIDAY

MAY 5, 2017

+ + + + +

ROCKVILLE, MARYLAND

+ + + + +

The Advisory Committee met at the Nuclear
Regulatory Commission, Two White Flint North, Room
T2B1, 11545 Rockville Pike, at 1:00 p.m., Dennis Bley,
Chairman, presiding.

COMMITTEE MEMBERS:

- DENNIS C. BLEY, Chairman
- MICHAEL L. CORRADINI, Vice Chairman
- PETER RICCARDELLA, Member-at-Large
- RONALD G. BALLINGER, Member
- CHARLES H. BROWN, JR. Member

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- MARGARET CHU, Member
- WALTER L. KIRCHNER, Member
- JOSE MARCH-LEUBA, Member
- DANA A. POWERS, Member
- JOY REMPE, Member
- GORDON R. SKILLMAN, Member
- JOHN W. STETKAR, Member
- MATTHEW W. SUNSERI, Member

DESIGNATED FEDERAL OFFICIAL:

KATHY WEAVER

ALSO PRESENT:

- JOHN NAKOSKI, RES
- SEAN PETERS, RES
- HAROLD SCOTT, RES
- MARK TAGGARD, RES
- KIMBERLY WEBBER, RES
- MICHAEL WEBER, RES

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P-R-O-C-E-E-D-I-N-G-S

(12:59 p.m.)

1
2
3 CHAIRMAN BLEY: The meeting will come to
4 order. And I turn this one over to Dr. Rempe.

5 MEMBER REMPE: Thank you. Okay,
6 colleagues, just to give you a background here because
7 I know some of us forget things after we sleep and
8 there is a lot of people in the audience. So, I think
9 it might be good to give them a brief history of why
10 we're here today.

11 CHAIRMAN BLEY: Who has to go to sleep.

12 MEMBER REMPE: Anyhow, earlier this year,
13 we agreed to revise not only the format of our
14 Biennial Research Review but also the content of it.
15 And these changes were motivated by a comment that now
16 Chairman Svinicki made last October regarding our
17 Research Review Report. And I was tasked to go
18 through and investigate what we might do to improve
19 the process, as well as the format. And I talked to
20 the commissioners but I also talked to Mike Weber and
21 Ed Hackett, at the time who was acting as his Deputy.
22 And I was pleasantly surprised with their response
23 because they not only appreciated our current review
24 but they said additional changes would be helpful.
25 But they also asked us for input on forward-looking

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1 topics. And so I reported back to you and there was
2 some enthusiasm among us that we should try and do
3 that. And actually looked at a notional schedule I
4 provided on how we might accomplish it. And although
5 we are still kind of iterating on the later task, all
6 of us agreed in the meeting that Mike and some of the
7 leaders of his organization might help us as a first
8 step to understand how we can best help you.

9 And we also provided you in advance some
10 questions and so we're going to be asking a lot of
11 questions but this is a little different from our
12 normal meetings. It's an information briefing and
13 let's see where it goes but we are kind of in new
14 territory here.

15 I'm hoping, after we're done, that we'll
16 have some good ideas. We may want to have another
17 brief discussion during our next P&P or something to
18 talk about how we can implement this in the next
19 steps. But my objective is to have the leads in each
20 area -- we have identified leads that are going to be
21 similar to your leads and they plan to meet with your
22 division heads and their branch managers after this
23 meeting is the general idea but what kind of things
24 we're going to be looking for and the subsequent
25 meetings will be shaped by what we discussed today.

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1 And so with that, I'm going to turn it
2 over to you, Mike.

3 MR. WEBER: Okay, thank you very much.
4 It's a privilege to be with you this afternoon on a
5 rainy day outside but it's nice and sunny here. I
6 appreciate the background orientation to the
7 presentation. We prepared some presentation materials
8 to walk you through kind of from an orientation
9 perspective what's research all about. We recognize
10 that many of you are distinguished researchers on your
11 own rights so, it's not a tutorial on what research,
12 per se is, but really research at the Nuclear
13 Regulatory Commission and how it supports the Agency's
14 nuclear safety and security mission.

15 So I will begin the presentation and talk
16 about some orienting questions that we received. That
17 leads us into a review of what is NRC's need for
18 research; how do we define the scope; what are the
19 core capabilities of our Research Program; how do we
20 plan and budget that research; and then looking
21 forward from an anticipating perspective, you'll hear
22 from each of the three technical divisions, the
23 Division of Engineering, the Division of Risk
24 Analysis, and the Division of Systems Analysis.

25 As it turns out on this Friday, all of the

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1 Divisions' Directors are out so they're ably
2 represented by the Deputy Division Directors. And
3 they will proceed John Nakoski from the Division of
4 Engineering; Mark Taggard, the Deputy Director of the
5 Division of Risk Analysis; and then Kim Webber, who's
6 the Deputy Director of the Division of Systems
7 Analysis.

8 MEMBER POWERS: One wonders what the
9 Division Heads are planning here.

10 (Laughter.)

11 MEMBER POWERS: A coupe may be afoot here.

12 MR. WEBER: And then they'll turn it back
13 to me and we'll talk about ACRS assistance. And I
14 should say you know I'm still relatively new in
15 Research, having started there in November of 2015.
16 It's been a real joy for me to serve in that capacity
17 but it's made me go back and look up a lot of the
18 history for Research because any organization is a
19 product of what occurred in its past. And so it's
20 illuminating and it's also a little frustrating
21 because many of the issues that we've dealt with
22 through the past 40 years we're refacing over and over
23 again.

24 So, I think with that, we will launch
25 right into it. So some of the focus questions that we

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1 understood from the committee is how does the Agency
2 go about selecting its research projects and then how
3 does the ACRS look at the Research Program. And then
4 how can the committee best assist the NRC staff in
5 your independent advisory role?

6 So, hopefully, by the end of our
7 presentation, we'll give you some food for thought and
8 then we'll be ready to engage on questions or however
9 you want to proceed. We're here for you.

10 Of course the need for research was
11 recognized at the very beginning of the Nuclear
12 Regulatory Commission, back in the passage of the
13 Energy Reorganization Act of 1974. It was the only
14 one of the three program offices that was specifically
15 called out in the Conference Committee Report that
16 accompanied the Energy Reorganization Act. And if you
17 read that language, which is about a page or so out of
18 that report, the Congress recognized that research was
19 clearly needed to ensure effective performance of
20 licensing and other regulatory functions of the Agency
21 and a heavy emphasis was placed by the Congress on
22 ensuring professional competence and the means to
23 evaluate the data and procedures to determine the
24 adequacy of not only applications pending before the
25 Commission at the time, but also the continued

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1 oversight of their safe and secure operations.

2 That's been affirmed on several occasions
3 since then within the Commission and by the Congress.
4 You may recall, back in 1997, the Agency was embarked
5 on its initial development of a strategic plan. And
6 out of that, in preparation for that, the Commission
7 identified so-called direction-setting issues or DSIs
8 for short. And DSI-22 was specifically focused on
9 research, not dissimilar to where we find ourselves
10 today. If you recall, at that time, operating plants
11 were shutting down. The industry was viewed as quite
12 sure that there weren't really burning issues pending
13 before the Agency at the time. So why do we still
14 need to have a Research Program?

15 And the Commission got input from a
16 variety of sources. That input pretty much uniformly
17 was of the view you definitely need an effective
18 research program. Not all the issues are resolved;
19 more to follow. And, therefore, it's important that
20 the Agency conduct a balanced portfolio of both
21 confirmatory and anticipatory research.

22 Now, anticipatory was quite controversial
23 at the time and remains so today because you will see
24 in a bit, we interact quite closely with our
25 regulatory partner offices, primarily the Office of

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1 Nuclear Reactor Regulation, Office of New Reactors,
2 and the Office of Nuclear Material Safety and
3 Safeguards and their focus tends to be on more of the
4 here and now; what do we need to focus on to
5 accomplish the Regulatory mission of the Agency, less
6 so on the longer term issues like well what Research
7 will we need out three, or four, or five, ten years
8 from now, so that we can continue to ensure the Agency
9 accomplishes its mission.

10 The Commission issued its decision in 1997
11 affirming the continued importance of the Research
12 Program, directed that the staff focus that program on
13 the issues of highest safety and regulatory
14 significance. Another component of that was emphasis
15 and direction to maintain the core capabilities of the
16 Office of Nuclear Regulatory Research to support the
17 entire Agency; prioritize the international research
18 that we were doing and use that to the best of our
19 ability to support the broader mission of the Agency,
20 and then leverage cooperation with industry.

21 And we took a number of actions coming out
22 of that, updating and signing memoranda of
23 understandings with, for example, the Electric Power
24 Research Institute, strengthening our collaboration
25 with the Department of Energy, even outside the

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1 National Laboratories but working agency to agency to
2 align on what are the key issues that we need to
3 address from a nuclear safety perspective and then how
4 do we go about dividing up those responsibilities
5 between ourselves and the Department of Energy.

6 And similar actions were taken on the
7 international front, both multilaterally through the
8 Nuclear Energy Agency, as well as the International
9 Atomic Energy Agency, and then bilaterally with some
10 of our largest, most-developed partners.

11 And then, of course, the Commission
12 affirms this need on an ongoing basis, primarily
13 through its approval and development of the Agency's
14 budget, which then gets submitted to White House and
15 then subsequently to the Congress. Research projects
16 are specifically evaluated as part of that budget
17 formulation process.

18 You may recall in the last couple years,
19 the Congress, primarily through our Oversight
20 Committee in the Senate, the Senate Environmental
21 Public Works Committee put a lot of emphasis on the
22 need to better report and track Research projects.
23 The committee staff and committee asked a series of
24 questions along this line. And the committee, at
25 first, was frustrated and then the Commission became

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1 frustrated that we were not better able to answer
2 those questions.

3 And out of that, we received direction
4 from the EDO's Office to enhance how we go about
5 planning, reporting, and tracking on those research
6 projects. And I'm happy to report that we've made a
7 lot of progress on that.

8 And then more recently, through Project
9 Aim, which I previously visited with the Committee to
10 seek your input on when we were formulating the
11 recommendations as part of Project Aim, those
12 recommendations went to the Commission in January 2015
13 and were approved by the Commission in June. And the
14 staff has subsequently implemented all of those
15 recommendations that were approved by the Commission
16 and we just wrapped up the last of those providing the
17 products back to the Commission.

18 But among those was one on common
19 prioritization, taking all the work of the Agency and
20 putting it into a common set of priorities that could
21 be used to implement the Agency's program, including
22 Research and then on re-baselining, which the
23 Commission approved in April of 2016, specifically
24 identifying projects that are of less value or lower
25 priority that could, in fact, be shed or streamlined,

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1 or cut back in some way and would not have a
2 substantial impact on the mission of the Agency.

3 And that reduced budget coming out of that
4 process is, in fact, what's reflected in the Congress'
5 approval just yesterday with the Senate's approval of
6 the Consolidated Appropriations Act for 2017, which
7 enabled the Agency to reduce its funding level.

8 VICE CHAIRMAN CORRADINI: So, can I ask a
9 question about that, since you brought it up?

10 MR. WEBER: Certainly.

11 VICE CHAIRMAN CORRADINI: There were two
12 adds to the NRC budget, \$5 million for Advanced
13 Reactors and \$5 million for Universities. And as I
14 understand it, the \$5 million for Universities is
15 moving out of Human Resources and moving into RES.

16 MR. WEBER: Yes.

17 VICE CHAIRMAN CORRADINI: And how much of
18 the \$5 million of the Advanced Reactors is available
19 for RES for its use in Research initiatives to help
20 for Advanced Reactors versus staffing for Advance
21 Reactor criteria?

22 MR. WEBER: Right. So, if I could start
23 with the first add, it wasn't an add. It was
24 direction from the Congress to use the resources that
25 have been appropriated specifically to address those

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1 functions.

2 VICE CHAIRMAN CORRADINI: It was not an
3 add?

4 MR. WEBER: It was not an add. The
5 Integrated University Program was transferred last
6 fiscal year to the Office of Nuclear Regulatory
7 Research.

8 VICE CHAIRMAN CORRADINI: Oh, I thought it
9 was in this package.

10 MR. WEBER: No. So we've about that since
11 last year. And in fact, we have a webinar that's
12 coming up on June 3rd -- June 6th, sorry, where we're
13 reaching out to would-be universities, trade schools,
14 people who might be interested in applying for those
15 grants. And the whole purpose of that is not only to
16 broaden awareness of that program but also to better
17 link at least some of those grant applications to the
18 Agency's needs, specifically now in Research. So, we
19 see the Integrated University Program as another
20 opportunity to better leverage the resources that
21 we're using to accomplish the work of the Agency.

22 VICE CHAIRMAN CORRADINI: Okay. Well,
23 that's actually what I was going to -- I didn't
24 realize that one wasn't new. But I was going to ask
25 essentially what you said at the end, which is now

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1 that you have, excuse my English, control of it,
2 instead of it just being an educational activity that
3 is unconnected, it could be connected.

4 MR. WEBER: Right. We need to implement
5 the law and so we will assure that we do that. But at
6 least \$10 million of the \$15 million, as part of that
7 program, can be used for mission-directed work.

8 VICE CHAIRMAN CORRADINI: Okay.

9 MR. WEBER: And so that's what need to
10 look at and we would hope that we would get grant
11 applications not only to develop the pipeline in
12 nuclear science and related fields but then also to
13 help support the Agency in addressing some of our key
14 research needs.

15 VICE CHAIRMAN CORRADINI: Thank you.

16 MR. WEBER: And then on the Advanced
17 Reactors, \$5 million of the Agency's \$905 million
18 appropriation would be devoted to Advanced Reactor
19 work and that's off the fee-base.

20 VICE CHAIRMAN CORRADINI: That's what I
21 also wanted to ask.

22 MR. WEBER: Correct. And we are in the
23 process of talking with the Office of New Reactors,
24 which leaves that business line to discern okay, so
25 the Congress has now appropriated the \$5 million, how

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1 will we allocate that \$5 million.

2 So, I don't have a firm percentage or
3 number that I can give you today.

4 VICE CHAIRMAN CORRADINI: But when you
5 brought it up, I thought this was a good time to ask
6 about that because I was tracking those two things.

7 MEMBER SUNSERI: So Mike, I had a question
8 for you regarding this common prioritization and maybe
9 you answered it in the conversation you just had but
10 let me restate it for understanding.

11 So when I've seen common prioritization
12 systems applied to organizations with broad missions
13 like the NRC, oftentimes you'll find that support
14 groups like Information Technology or whatever have a
15 hard time competing with the priority system against
16 things like the Reactor Safety or Public Health and
17 Safety directly, right? And so I kind of see Research
18 is maybe one of those organizations that might, for
19 lack of a better word I'll say, be impacted negatively
20 by such a common prioritization system.

21 But I think you just answered it. It
22 sounds like there are accounts where there is some
23 money carved out specifically for Research activities.
24 Did I -- so, can you just comment on that or explain
25 maybe how this common prioritization has affected you

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1 positively or negatively?

2 MR. WEBER: I can do that now and I will
3 also get to it later when I talk about how we plan to
4 budget for our research.

5 So we don't have fenced money right now,
6 except for the Integrated University Program under the
7 appropriation. And you are correct that, as we
8 develop that common prioritization, Research
9 activities tended to fall lower in the pecking order
10 than other activities that are, perhaps, more direct
11 in supporting the Agency's mission like Licensing and
12 Inspection.

13 There are some activities that are higher
14 but most of our activities fell into the lowest of the
15 categories, the so-called 4-B bin. And many of the 4-
16 C activities were, in fact, shed as part of re-
17 baselining decision that the Commission made.

18 That didn't surprise and it is for the
19 reasons that you identified. We prioritized those
20 activities based on the importance of the activities
21 in fulfilling the Agency's statutory mission, as well
22 as taking into consideration the principles of good
23 regulation and the organizational values.

24 Now, I've also -- I was involved in
25 formulating the recommendation. I've been involved in

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1 implementing the recommendation. I'm also an advocate
2 for refining that prioritization system. I think it
3 accomplished its initial objective. Now, we need to
4 operationalize it. And I would like to see us get to
5 the point where we can use those priorities on a day-
6 to-day basis as we execute our programs.

7 And then within the Office of Research,
8 you will probably hear later, we're also enhancing how
9 we prioritize our own work so that, ideally, we could
10 plug into the Agency common prioritization knowing how
11 would we bin our activities. Probably not on a one-
12 to-n basis, one being the highest, n being the lowest,
13 but at least in a high, medium, and low and we're
14 actively about that in the office.

15 MEMBER REMPE: So I have a question, too.
16 I'm coming from a National Lab and yes, we have this
17 structured process for most of the money but we
18 recognize there is an emerging need that comes up.
19 And so in our, I don't know, we call it LDRD, right,
20 the slush fund that we use for new EDOs -- we always
21 have a slush fund that is for a smaller amount of
22 money for emerging needs. How does NRC, with all this
23 prioritization and structure process, deal with an
24 emerging need that needs immediate research? Do you
25 have that capability?

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1 MR. WEBER: We have that capability. We
2 have no slush fund. So, I'll make that clear.

3 MEMBER REMPE: But it's not really a slush
4 fund, as is a tax.

5 MR. WEBER: I understand. But the Agency
6 does have an Agency-wide what we call an
7 add/shed/defer process. And so as new needs emerge,
8 if they are sufficiently high priority, we would
9 reprogram resources to support those higher needs and
10 it would come at the expense of lower priority
11 activities, which may defer those activities or, in
12 the extreme, would result in terminating those lower
13 priority activities.

14 Okay.

15 MEMBER SKILLMAN: Mike, when you get to a
16 point where you do make the decision to terminate, how
17 is the embedded value of what you're terminating
18 considered? You may have thrown out a single,
19 apparently not important program, but the investment
20 that has been made is worth keeping somehow. So how
21 do you prevent something that's really valuable from
22 being literally thrown away?

23 MR. WEBER: One thing that we specifically
24 focus on is to ensure that we have fulfilled as much
25 of the original objective as we had when we started

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1 that work. So you will see in a bit, many of our
2 activities are driven by user need requests that we've
3 received from the Regulatory offices. And to the
4 extent we can, we attempt to fulfill those user need
5 requests by ensuring that our Regulatory customers
6 have the data, the tools, the information that they
7 need to accomplish whatever they were trying to do --
8 licensing, inspection, event assessment, PRA.

9 We also try to do it in an orderly way.
10 So, if we're going to terminate something, we try to
11 get as much value out of that activity that we're
12 terminating before we pull the plug on it. And you
13 see that in how we implemented the re-baselining
14 decisions. We didn't just stop work that was in
15 progress but what we did was continue that work to a
16 reasonable termination point so that we could extract
17 as much value out of that as we could.

18 And then through our knowledge management,
19 we try to ensure that we document enough of that so
20 that the information will be available not just to
21 today's Agency but for our successors, as well as for
22 people outside that may have a need for that
23 information.

24 MEMBER SKILLMAN: Thank you. Thanks.

25 MEMBER SUNSERI: I presume you consult

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1 with the requester to figure out what that optimal
2 point for cutting off is, right?

3 MR. WEBER: Yes.

4 MEMBER SUNSERI: Okay.

5 MR. WEBER: Absolutely. All right, thanks
6 for those questions.

7 So that gets to how do we define the scope
8 of our program. First and foremost, as you know, the
9 Commission issues its decisions through documents
10 called Staff Requirements Memoranda. So, the
11 Commission may specifically task Research to do
12 certain things. An example of that is the State-of-
13 the-Art Reactor Consequences Assessment, which we've
14 been embarked on for the last decade, more or less.
15 And that originated through initial interactions with
16 the offices, but then subsequently from the
17 Commission.

18 Another example, the committee was briefed
19 this week on the Level 3 PRA. That's another
20 assignment that the Commission gave to the Office of
21 Nuclear Regulatory Research. And so we factor that
22 into planning and conducting the scope of our program.

23 Most of the work we do is in response to
24 user needs. And I have on here 75 percent. That
25 percentage changes with time. It might change on a

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1 weekly basis, as we complete user needs but it's
2 hovered around this level for an extended period of
3 time. It might be 70 percent. It might be 80
4 percent, 85 percent. But it does vary to some extent.

5 These are specific requests that we
6 received, for example, from the Office of Nuclear
7 Reactor Regulation, New Reactors, or Nuclear Material,
8 Safety, and Safeguards, or even, in some cases, the
9 Office of Nuclear Security and Incident Response,
10 where they lay out a regulatory need; we need this
11 information; we need this tool. We will typically
12 work with that requester in advance so that we can
13 help them kind of flesh out what might be reasonable
14 that we could do within the time frame that they're
15 asking for it. And then, ultimately, it gets formally
16 transmitted to my office and then we coordinate it;
17 review it; and then formally respond, saying here's
18 what we can do with the resources available on this
19 time scale. These are the products that we're going
20 to deliver to you.

21 And then we continue, as we execute that
22 work on an ongoing basis. And this goes all the way
23 back to the founding of the Agency, perhaps not in as
24 formal way as we do it today, but you'll see even
25 later in one of the earliest reviews of the committee

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1 of the Safety Research Program, the committee
2 recognized the importance of this close collaboration
3 between the users of the research and the providers of
4 the research to ensure that our program remains
5 focused on what's important.

6 MEMBER MARCH-LEUBA: In that line, do you
7 ever communicate with the regions?

8 MR. WEBER: Yes, we do.

9 MS. WEBBER: Yes, we support them
10 directly.

11 MR. WEBER: We have people that are in
12 Research that worked in the Regional Offices. We have
13 people that go from Research to the Regional Offices,
14 so they know of our capabilities. We have interfaces
15 with the Regional Offices. We can get into that in
16 more detail.

17 MEMBER MARCH-LEUBA: I always thought that
18 most Regions will talk to NRR first and then NRO would
19 talk to you.

20 MR. WEBER: There is that but that doesn't
21 inhibit us from reaching out directly to the Regional
22 Office. In fact, oftentimes, the Regions, knowing of
23 our capabilities, will reach directly to the office to
24 access the experts or the information that they need
25 to support them.

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1 CHAIRMAN BLEY: Do they go through the
2 user need process or is it more informal?

3 MR. WEBER: It's more informal in that
4 case.

5 We also have what we call Research Plans.
6 These are area-based plans. For example, seismic,
7 structural, it could be electrical, digital I&C, where
8 we will, in the absence of specific user needs,
9 identify here's what we think as an office we need to
10 achieve over some period of time, three to five years.
11 And that research plan will also be coordinated with
12 our user offices.

13 That gives them a broader-based kind of
14 umbrella for us to operate under, where perhaps they
15 haven't identified specific user needs, per se, but
16 they know, in general, they're going to need
17 assistance and support from us by conducting research,
18 and refining tools, and developing experimental
19 results, working with code committees, for example, is
20 another good example.

21 So, that's what we do and those research
22 plans include both confirmatory and anticipatory
23 research. And by anticipatory, I'm talking not basic
24 research but I'm talking about perhaps we don't have
25 an immediate need before the Agency for the

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1 information but, with the evolution and technology,
2 with societal developments, we're anticipating that
3 there is a need.

4 So, this gives us an opportunity to kind
5 of look over the horizon and identify what research
6 should we be doing today so that when and if that
7 issue arises out in the future, we already have
8 prepared the Agency to be responsive to that need.
9 It's a less perfect system because sometimes we don't
10 know what we don't know but this is part of what we do
11 in Research, we try to anticipate what those needs are
12 going to be and address them.

13 MEMBER CHU: Mike, are you --

14 MEMBER SKILLMAN: Will you --

15 MEMBER CHU: I'm sorry.

16 MEMBER SKILLMAN: Go ahead.

17 MEMBER CHU: Are you going to give us
18 examples of anticipatory research?

19 MR. WEBER: Yes, we will.

20 MEMBER SKILLMAN: It sounds like we'll
21 talk about it later, so I'll be -- okay, I'll be happy
22 to wait. Thanks.

23 MR. WEBER: And then core capabilities, I
24 mentioned this before in the Commission's previous
25 approval of the core capabilities for the Office of

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1 Nuclear Regulatory Research. So, we have to maintain
2 those core capabilities and I'll talk about that in a
3 little bit.

4 And then the last category I just labeled
5 as regulatory support. You probably scratched your
6 head. Well what, besides research, would you be doing
7 to provide regulatory support? We actually provide a
8 fair amount of licensing support to NRR, to the Office
9 of New Reactors. We're involved right now in the
10 NuScale review and we provide this kind of support to
11 NMSS on the spent fuel storage areas. So --

12 MEMBER MARCH-LEUBA: What does that fit
13 with the confirmatory calculations, for example, is
14 that what you mean?

15 MR. WEBER: I can be confirmatory
16 calculations but it could be other things, too.

17 So, for example --

18 MEMBER MARCH-LEUBA: Are you providing a
19 hot body that can write on an SER or are you providing
20 specific capabilities?

21 MR. WEBER: Yes and yes.

22 MEMBER MARCH-LEUBA: Okay.

23 MR. WEBER: In this case is something that
24 what does the office need. They've reached out to
25 Research for the expertise, for the information. How

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1 can we assist them?

2 The tricky part here is, in many cases, we
3 don't have a line on a budget to do this. And so we
4 always have to be balancing well how much licensing
5 support are we doing and then what impact does that
6 have on the Research Program because we don't want to
7 find ourselves someday in a situation where most of
8 our effort is devoted to this kind of confirmatory
9 calculations, or Licensing support, or support to the
10 Inspection and Assessment Program, and we're no longer
11 doing research because that's not going to position
12 the Agency well to meet our --

13 MEMBER MARCH-LEUBA: Well in that line, I
14 mean and I know you are aware of this, there are
15 superstars in Research that everybody wants.

16 MS. WEBBER: We have one.

17 MEMBER MARCH-LEUBA: Yes, and then there
18 are the other guys that are the hot bodies that can
19 type SERs.

20 So maybe you should have some planning
21 ahead or something that those superstars, you know who
22 they are.

23 MR. WEBER: I think most of our staff are
24 superstars.

25 MEMBER MARCH-LEUBA: Yes, but there are

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1 super superstars.

2 MR. WEBER: Yes.

3 MEMBER REMPE: So just so I understand, if
4 you provide a warm body to help with Licensing
5 support, it is not the fact -- because I assume would
6 charge out of the licensing budget. It's not the
7 money. It's just that you don't want to lose that
8 warm body who could have been doing research.

9 MR. WEBER: Correct.

10 MEMBER REMPE: Is that what you're telling
11 us?

12 MR. WEBER: Correct.

13 MEMBER REMPE: Okay.

14 MR. WEBER: Yes, so it's a balance that
15 has to be struck because we want to provide that
16 support. That support also helps us because it helps
17 to ensure that the research we're conducting is,
18 indeed, responsive to the needs of the Regulatory
19 offices or to the Regional offices. But again, it
20 can't be to the extent that it now undermines our
21 ability to actually accomplish the research that we're
22 here to do.

23 I'm not going to go through all these. I
24 think you're going to hear these areas touched on in
25 the look forward.

1 MEMBER SKILLMAN: Hey, Mike, just go back
2 for a second to seven, please.

3 In defining your research scope, where
4 have you tagged effort in research for your recon
5 team? People who are not completely dedicated but who
6 expend the bulk of their time going out and digging
7 and finding out what it is you're not looking at that
8 you should be looking at?

9 MR. WEBER: Yes, we don't have a lot --

10 MEMBER SKILLMAN: Where's your recon team,
11 is what I'm saying.

12 MR. WEBER: We don't have a line item for
13 our recon team. In fact what I've tried to do, since
14 I've been in the office, is encourage all of our staff
15 to be that recon team because I need them to channel
16 their intellectual capabilities and their networks in
17 the research community and broader to be looking out
18 over the horizon. And we recently, through the last
19 year, refined our what used to be called the Long-term
20 Research Program so that we could make it much more
21 operational in the sense that we don't incur long-term
22 delays in moving forward on some of these shorter term
23 recon initiatives. So, we've streamlined that process
24 and we're in the process of now rolling out that
25 refined approach. In fact, I think last week we

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1 briefed the Office of Nuclear Reactor Regulation on
2 this new process. We got the Commission to approve
3 this new process last year.

4 And so what it really is is it's a feeder
5 process where, on an ongoing basis, we identify these
6 emerging technologies, issues, needs. We channel that
7 into a pool that then gets reviewed by our senior
8 level service staff. We identify through that the
9 need to do what we call feasibility studies. And then
10 those feasibility studies are partnered with our
11 Regulatory Program offices to identify the relative
12 importance of that work and if it should be funded, to
13 what extent. And then from that, we develop the
14 research plan, which would then meet that need
15 identified through that feasibility study.

16 MEMBER SKILLMAN: Let me follow-up with
17 two more quick ones.

18 Do you have anybody who's really minding
19 the OE out of INPO?

20 MR. WEBER: Yes.

21 MEMBER SKILLMAN: At a deep, thorough
22 level?

23 MR. WEBER: Yes, John, you want to --
24 Mark.

25 MR. TAGGARD: Yes, so we have an agreement

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1 with INPO, where we get information from them,
2 operationally, and that feeds into the updates that we
3 use for our PRA models.

4 So I can go into that a little bit more
5 but we regularly get information from them.

6 MEMBER SKILLMAN: How about IAEA, their
7 event reports, particularly where something really
8 peculiar happened and people are saying what in the
9 world was that?

10 MR. WEBER: So I start my day, every day,
11 by reviewing the event reports, including the IAEA
12 event notifications that the Agency gets. And so I'm
13 one of your miners identifying, looking for those
14 sorts of things. And these divisions can tell you I
15 routinely pulse them with hey, we're seeing this;
16 what's the significance of this from the perspective
17 of the NRC? Is this something that we need to look
18 at, whether it's nanotechnology or its three
19 dimensional printing or whatever?

20 MEMBER SKILLMAN: Thank you.

21 MEMBER POWERS: Mike, just to follow-up on
22 that a little bit, one specific question is that we
23 have seen, just recently, a lot of organizations
24 coming in presenting some very nice work. Research
25 was, of course, involved in it but it was a huge

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1 amount of effort to -- I mean it was conducted over
2 five years. And it produced a risk-informed approach
3 to getting the sump screen blockage issue. And other
4 licensees anticipate using this but clearly, we cannot
5 expend five years.

6 Do you look to see or do you get input
7 from the line organizations about areas where they're
8 spending huge amounts of resources that might be
9 addressed by improved technology available to their
10 staff?

11 MR. WEBER: I would say yes, we do but I'm
12 not familiar with the specific example that you're
13 citing.

14 MEMBER POWERS: Well, it was a South Texas
15 project, risk-informed approach. And I mean, clearly,
16 it cannot spend five years on each of ten plants and
17 ED4 FTEs and things like that.

18 The question is, more generically, is line
19 organizations have a horrible job. They have got
20 tight time schedules, limited resources, lots and lots
21 of innovation coming in that don't quite fit the way
22 the regulations are written or the regulatory
23 guidance. And so probably the worst people in the
24 world looking and seeing do I need new technology to
25 do this. I mean it is swamp and alligator problem

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1 that they've got here.

2 And it seems to me you're in a position to
3 be able to do that, to look over these processes and
4 say boy, we're spending -- it takes us forever to
5 review a digital I&C system. Is there any technology
6 that will -- that could, with a little bit of
7 research, well maybe a lot of research, aid -- I mean
8 you've had some little triumphs. The GALL Report for
9 handling license renewal is one of the triumphs, where
10 you provided I'll call it technology that made that
11 whole thing possible; otherwise, it would be a
12 nightmare continuing the examination, as kind of an
13 outsider from the line organizations but intimately
14 familiar with the mission to identify where technology
15 would save on manpower and resources, which will be
16 limiting.

17 MR. WEBER: Yes.

18 MEMBER POWERS: The added problem is, of
19 course, you, like all of us, have an aging workforce
20 and, consequently, the preservation of expert systems
21 and things like that can be envisioned to integrate
22 younger people into those places.

23 MR. WEBER: Yes, I think we do that. You
24 know we defer to the Regulatory offices if it's a
25 regulatory solution but we're not shy in sharing with

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1 them our views on where we think that there could be
2 an alternative approach.

3 I'm fortunate to have Anne Boland, who is
4 Acting for us as the Deputy Director of Research while
5 Ed is up Acting for the Chairman. And Anne's normal
6 job is as the Director of the Division of Operating
7 Reactor Licensing in NRR. So, in fact, one of the
8 benefits of having her in the office is to execute
9 just what you're talking about, so that if there are
10 frustrations, for example, from the South Texas
11 project that we have the benefit of those insights.

12 MEMBER POWERS: Well don't get me wrong.
13 They did a wonderful job, in my estimation. But you
14 just can't spend that much resource on every licensee
15 that comes in.

16 MR. WEBER: Right. It's a real
17 partnership that I think is required.

18 Core capabilities, I alluded to this
19 before, going back to '98, one of the things the
20 Commission specifically directed us to do was
21 identify. The staff, in responding to the
22 Commission's direction considered two basic
23 approaches.

24 One was a workload-based approach, where
25 you would examine what might be a sustainable level of

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1 work that you would need to do to fulfill and maintain
2 those core capabilities in support of the Regulatory
3 Programs. And the other approach was an expertise-
4 driven approach.

5 And the Commission, in light of the
6 staff's assessment, agreed that an expertise-driven
7 approach is the preferable approach because, in any
8 given year or series of years, you may not find that
9 you have enough actual requests from the Regulatory
10 offices to sustain those core capabilities.

11 And in expertise-driven approach, no
12 matter what the projected workload is, at least for
13 that three- to five-year time frame, you have to
14 maintain those core capabilities.

15 So we have been effective in achieving and
16 maintaining those core capabilities. Back in '98,
17 there were 29 capabilities identified and we looked at
18 both staff capabilities and extramural capabilities,
19 like National Laboratories, universities, and others,
20 other agencies. And so it was 96 FTE and \$34 million
21 in that extramural support.

22 Most of those capabilities are as relevant
23 now as they were back in 1998, interestingly enough,
24 but that doesn't mean you've got to stop there.
25 Right? We have to continue to be looking forward and

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1 anticipating what might be coming. And so in the last
2 couple years, we've been reexamining those core
3 capabilities and identifying what we need.

4 You may be aware that since January I've
5 led a working group at the request of the EEO to look
6 at strategic workforce planning, where you can take
7 this same approach and scale it up for the entire
8 agency. And so we provided our recommendations to the
9 EDO on that back in April and he is now considering
10 those, along with input from the offices in the
11 regional --

12 CHAIRMAN BLEY: Is there an easy place to
13 see your 29 core capabilities that you've identified?

14 MR. WEBER: We'd be happy to provide them
15 to you.

16 CHAIRMAN BLEY: I think that would be
17 interesting.

18 MR. WEBER: Yes.

19 CHAIRMAN BLEY: Have there been any
20 significant changes? You said they're mostly the
21 same. Anything you've added?

22 I remember a former commissioner, about
23 eight years ago, saying we really are going to have a
24 need for actinide chemists, for example, and we ought
25 to start dumping money into the universities to make

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1 some.

2 MR. WEBER: Yes, I don't think we're
3 developing actinide chemists today. That would be
4 something where we'd be relying more on NNSA and DOE
5 to develop those capabilities, under their attribution
6 and forensics work.

7 But we did limited work in that area,
8 related to reprocessing a couple years ago. And so
9 there's some continuing work but I wouldn't say that
10 that's one of the specific capabilities that we've
11 identified.

12 We have made a transition during this
13 period where today most of the research is actually
14 performed by Research staff members. And so about
15 two-thirds of our research is performed by Research
16 staff members and the other one-third is performed by
17 the extramural resources.

18 When the Agency stood up, it was just the
19 opposite, where 90 percent of the work was done
20 outside the Agency and mostly the remaining 10 percent
21 was worked on by the Research staff and managing those
22 projects.

23 So that's, I think, affecting how we would
24 distribute those core capabilities today. We've also
25 seen more recently interest in enhanced advanced

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1 technology fuel, EATF. And so that's making us
2 recognize we need more capabilities in the fuels area.
3 So, these are the kinds of shifts we're looking at.

4 There have been topics like polymer
5 science and engineering that have come up since 1998
6 but that's a more tactical need. And in fact, we
7 understand today that at least the licensee community
8 is perhaps less interested in polymers than they were
9 as recently as a year ago. But we're still looking at
10 that from a long-term perspective where are we going
11 and what capabilities do we need to have to have
12 support for the Agency.

13 MEMBER REMPE: So, if I look at your
14 management organization, there's a capability or
15 perhaps a need for someone with a core capability
16 related to fuel in several different areas. And I
17 know that some people have matrix and home management
18 ways to address that. How do you keep people that are
19 doing fuel source term knowledgeable of other changes
20 related to the fuel?

21 MR. WEBER: Yes, Kim, you want to address
22 that?

23 MS. WEBBER: Yes, so I mean, Joy, you did
24 touch on a hot topic of the Agency of late. And we do
25 have a critical skill shortage in the fuels area. And

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1 it's more, you know it's the broad fuels area. It's
2 fuel analysis, using some of our codes, but it's also
3 sort of the materials aspect of fuel performance and
4 some other analytical capabilities.

5 And so we recognize that this is a
6 shortage. And as a matter of fact, we have, outside
7 the Agency groups interested in our own people. And
8 so we are trying to take steps to expand the knowledge
9 base that we have across the Agency to include adding
10 positions on our staffing plan and then starting to
11 maybe recommend hiring outside of the Agency.

12 Because I think at this point, you know in
13 order to train nuclear engineers, materials engineers,
14 mechanical engineers who don't have that specific
15 expertise, it's a long time in the making to really
16 get someone who has that proficiency very quickly.

17 MR. WEBER: We also encourage teaming
18 within the office so --

19 MEMBER REMPE: That's what I wondered.

20 MR. WEBER: -- we have multiple branches.
21 For example on EATF, we have people in several
22 branches within Kim's division, as well as in Mark's
23 division that are working on how do you go about doing
24 that assessment.

25 MEMBER REMPE: Yes, I want to know how you

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1 crosscut across different aspects of the fuel, whether
2 it's the way the source term is or the materials, just
3 how you communicate with the people. The people with
4 that expertise have to communicate. So teaming would
5 help, whatever you do.

6 PARTICIPANT: They have regular meetings.

7 MR. WEBER: Yes, and we have working
8 groups. So for example, we're connected back to the
9 Office of Nuclear Reactor Regulation, the other NRR,
10 where they're more looking at people like Paul
11 Clifford who were examining the Topical Report
12 applications that are coming in, looking at it from a
13 regulatory perspective. So, we'll connect Paul up
14 with Michelle Bales and Ian in our office.

15 So, it's a lot of crosspollination that
16 has to occur. You know collaboration across
17 disciplines is key and I think it's only going to
18 increase with time.

19 MS. WEBBER: Yes, I wasn't quite sure of
20 the question but I do -- I can say that in a
21 particular area, recently, there's interest in BWR
22 stability analysis. And so we have created this kind
23 of teaming team approach within NRR staff learning
24 from some of our more skilled BWR stability analysts
25 in the Office of Research. And so they help guiding

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1 the NRR staff on the technical reviews while also
2 trying to help them learn some of the analytical
3 techniques in order for them to do their licensing
4 work.

5 MEMBER REMPE: Thank you.

6 MR. WEBER: Planning and budgeting. I'll
7 be fast.

8 So most of our -- all of our work is
9 planned and budgeted through what we call the
10 planning, budgeting, and performance management
11 process. It's the same process that ACRS participates
12 in in planning and then obtaining the resources from
13 the Commission through the budget.

14 About 80 percent of our resources, plus or
15 minus, are funded by the Operating Reactor business
16 line. Most of the remainder is funded under the New
17 Reactor business line. And then we get dribs and
18 drabs from the remaining business lines in the
19 materials and waste areas.

20 We have a Research Operating Plan. We're
21 trying to make that operating plan more effective in
22 how we plan and execute our work and how we measure
23 the success of our efforts. I mentioned earlier the
24 enhanced reporting and tracking.

25 And then I wanted to make one brief point

1 on control points. The committee may be aware of
2 this. These control points were added to the Agency's
3 budget in the 2016 appropriation that we got from the
4 Congress. So these are -- we used to have a lot of
5 flexibility to shift resources across the Agency,
6 without having to necessarily have to go back to
7 Congress and seek permission to do that.

8 Back in 2015 and into 2016, our
9 Appropriations Committee started identifying hey, you
10 know you have a lot more flexibility than many other
11 departments and agencies. So, we think we need to
12 control you better by imposing these control points.

13 And it's not an insurmountable barrier but
14 what it requires is that we really be thoughtful and
15 proactive in identifying when we need to shift
16 resources. So, as you might well imagine, the
17 Operating Reactor business line is the largest
18 appropriation account. When you're in the materials
19 and waste areas like decommissioning and low level
20 waste, they're much smaller. So a small change in one
21 of those small business lines could put you over the
22 control point, which then would require the Agency to
23 go back to the Congress and seek approval to make that
24 transfer.

25 That's an arduous process, which takes

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1 time. And so we try to forecast as best we can what
2 the Agency's needs are going to be and then execute in
3 accordance with that plan. And I think that's
4 consistent with the original intent that the Congress
5 had when they imposed those control points.

6 I only raise that because if, for example,
7 you raised earlier the question of emerging needs, if
8 we had a large emerging need, we would bump up,
9 potentially, against those control points and,
10 therefore, we would need to go through that approval
11 process and seek approval by the Congress.

12 VICE CHAIRMAN CORRADINI: So is that both
13 House and Senate or you have to go just to the Senate
14 or the House or what is it?

15 MR. WEBER: Both. It's the Congress.

16 VICE CHAIRMAN CORRADINI: DOE is in this
17 same boat?

18 MR. WEBER: Yes.

19 VICE CHAIRMAN CORRADINI: At the line item
20 level? How fine detail do they control you?

21 MR. WEBER: I can't speak for DOE but the

22 --

23 VICE CHAIRMAN CORRADINI: I meant you.

24 MR. WEBER: Yes, the control points are
25 imposed on the business line. So, there's an overall

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1 control point for the business line and then there's
2 a lower tier control point that covers the corporate
3 expenditures within that business line.

4 So, we still have flexibility. But if
5 there's large deviations, it requires appropriate
6 planning and approvals.

7 On Research budgets, they have varied
8 throughout NRC's history. This is part of the
9 historical look that I was giving. A large percentage
10 of the Agency budget was consumed in Research.

11 When NRC was created in 1975, half of the
12 Agency's budget was devoted to Research. Today, it
13 varies but we hover around four to five percent in
14 looking at the program support budget. So, it's
15 considerably less today than it was back when the
16 Agency was established.

17 And of course it spiked through time, as
18 the Agency responded to key events. The accident at
19 TMI 2, the Chernobyl accident, and then the response
20 to the terrorist attacks on 9/11 each prompted smaller
21 spikes in spending. But once we refer that work, I
22 think it properly demonstrated the Agency's ability to
23 bring that work to fruition, to conclude it, and then
24 to move on in addressing more longer term needs.

25 Because of the constraints we operate

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1 under today, we're increasingly seeking opportunities
2 to leverage the work done by others, such as EPRI, the
3 Department of Energy, our international partners, our
4 grants, as we mentioned previously. So, that's going
5 to be key to our ability to continue to deliver the
6 research in support of the Agency's mission.

7 And of course, we've benefitted by
8 continued support by both the Commission and the
9 Advisory Committee throughout the history of the
10 Agency.

11 MEMBER POWERS: Do you attempt to -- does
12 anyone attempt to benchmark this four or five percent
13 of the budget going to Research against, well, say
14 technological industries or other government agencies?
15 Can you give me a feel for how that benchmarking is
16 done?

17 MR. WEBER: Yes, I do that personally on
18 an ongoing basis. So for example, I often will read
19 the GAO audits. They recently came out with one on
20 the DOE Nuclear Energy Program. So I was interested
21 to compare and contrast.

22 It is challenging, I found, because you
23 have to dive in and understand what's the mission of
24 that organization and how does that organization
25 accomplish its mission. So what I found is it is

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1 variable.

2 I recently read a review that the GAO did
3 of the Research Program and Developmental Program of
4 the Federal Aviation Administration. And their
5 Research and Development budget is \$450 million on an
6 annual basis. So, considerably larger than our
7 program but then you have got to take into account
8 well, what does the country spend in the aviation
9 industry and then how does FAA coordinate their
10 research and development with NASA, which in that case
11 picks up the longer term components of aviation.

12 So, it's a mix. I'd be happy to, if you
13 have good insights on that, more benchmarks that we
14 could compare against.

15 MEMBER POWERS: Well, my experience on
16 that is I worked for Eastman Kodak. Fourteen percent
17 of their annual budget went to research because they
18 were a technological company. They make money off new
19 products. So it's not a one-to-one comparison by any
20 means.

21 Maybe a better comparison is comparing,
22 say, France's regulatory structure or something like
23 that.

24 MR. WEBER: Yes, although that's
25 challenging as well.

1 MEMBER POWERS: It's different and has a
2 different spin and things like that.

3 MR. WEBER: Yes. All right, and I think
4 with that, I'll begin with John reviewing what we're
5 doing on --

6 MEMBER POWERS: One question I did want to
7 ask you. In formulating new research tasks I just
8 question when they fall into your confirmatory -- or
9 not confirmatory but exploratory kind of research,
10 have you given consideration of, at the planning
11 stage, presenting your ideas before learned societies,
12 such as ANS, or something like that, and getting free
13 consulting from the larger community and maybe even in
14 your ongoing research providing updates to get that
15 free consulting from the learned individuals?

16 I think, one, that would be welcomed by
17 the society but it always struck me as that was an
18 incredibly untapped source of free help and serves the
19 function of public outreach to the public and this
20 priority that Congress seems to give you on planning
21 and whatnot.

22 MR. WEBER: We encourage our staff to make
23 presentations before such organizations. We do
24 benefit from the feedback that we get from those
25 organizations. It's got to be folded in with

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1 everything else that we're doing. We have constraints
2 on travel and certainly constraints on time. I think
3 --

4 MEMBER POWERS: Well, it would be
5 interesting to do a cost-benefit analysis on that.
6 And you know whether a presentation is one thing but
7 actually setting up a workshop at one of the learned
8 society meetings. It doesn't have to be ANS. I just
9 happen to know something about them. But an
10 appropriate learned society might give you feedback
11 and contribute to your interest in academics, for
12 instance, looking at your grant program. A lot of
13 unquantifiable benefits it strikes me there and the
14 costs, of course, in doing that, are not zero by any
15 means, but it's a thought.

16 MR. WEBER: As an example, in the health
17 physics area I know we participated actively at the
18 ICRP workshop that was held here several years ago.
19 We also participated most recently in the mid-year
20 meeting that was held across the street. And Cindy
21 Jones is going to be representing the Agency at a
22 joint workshop that's being sponsored under the
23 auspices of the Health Physics Society and other
24 organizations coming up the beginning of June down in
25 Oak Ridge to specifically compare and contrast what

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1 are our needs; what do we perceive the key issues to
2 be; and how does that compare with what industry views
3 and other professional societies. So, just as an
4 example.

5 MEMBER POWERS: The professional societies
6 may offer you an untapped resource. I don't know.

7 MR. WEBER: Okay, thanks.

8 John.

9 MR. NAKOSKI: I appreciate the opportunity
10 to discuss the activities of the Division of
11 Engineering. As the slide shows, I'm John Nakoski.
12 I'm the Acting Deputy Director of the Division.

13 In the Division of Engineering, there are
14 four major areas of research, as outlined on the
15 slide. This slide also provides the current level of
16 resources and points of contact in each of these
17 areas.

18 In the area of digital instrumentation and
19 control, the research supports both operating and new
20 reactors and deals with the challenges using new
21 digital systems and safety applications in response to
22 component obsolescence and the use of new
23 technologies.

24 A prime driver for the electrical
25 engineering area is support for subsequent license

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1 renewal with regard to cable aging and degradation.

2 Drivers in the area of materials include
3 subsequent license renewal, advanced non-light water
4 reactors, and to a more limited extent, long-term
5 spent fuel storage, primarily with casks and bore hole
6 panel degradation.

7 And the structural area is also driven by
8 subsequent license renewal with other drivers,
9 including reducing the uncertainty in current methods
10 for seismic analysis and applying risk-informed
11 performance-based approaches and conducting seismic
12 analyses and evaluation of soil liquefaction.

13 The main drivers related to reg guides is
14 to assure that technically sound bases for issue
15 resolution and guidance on acceptable methods to meet
16 requirements is thoroughly vetted and documented,
17 including soliciting feedback from ACRS.

18 In the area of digital I&C, research is
19 currently involved in supporting the integrated action
20 plan following Commission direction. The Commission
21 directed the staff to modernize the I&C regulatory
22 infrastructure. We created a Steering Committee and
23 several working groups. And on May 17th, the staff
24 will be in front of the ACRS to provide additional
25 information on the activities of this digital I&C

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1 Steering Committee and the working groups.

2 Of our currently ongoing activities, our
3 focus is primarily on the modernization plan, in the
4 areas of protection against common cause failure,
5 impacts of digital I&C on licensing bases, acceptance
6 of commercial off-the-shelf digital equipment, and
7 modernization of the I&C regulatory infrastructure.

8 Research is being done to meet both the
9 industry short-term needs and also to address the
10 modernization of the regulatory infrastructure in the
11 longer term.

12 As we execute the integrated action plan,
13 we expect to identify areas that require research to
14 develop strategies and technical bases to support
15 decisionmaking, in developing a simplified
16 streamlined, more technology-neutral and performance-
17 based regulatory infrastructure meeting the
18 Commissions directions.

19 In addition, we anticipate the need for
20 research on cybersecurity-related issues with the
21 intent to develop the technological or technical basis
22 for improving the effectiveness and efficiency of
23 regulatory programs and practices in this dynamic
24 area, as we develop lessons learned and gain insights
25 from various activity in the domestic and the

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1 international arena.

2 In the area of electrical engineering, our
3 focus is currently to support the Agency's subsequent
4 license renewal, focusing primarily on electrical
5 cable, qualification and condition monitoring
6 assessment.

7 Specifically, one research activity of
8 note is cable aging to support subsequent license
9 renewal by investigating cable degradation mechanisms
10 and testing various condition monitoring techniques
11 for low and medium voltage cables, as well as wet
12 cables.

13 MEMBER POWERS: I want to ask a question
14 about that specific item. Just an anecdote. I was
15 speaking to someone from EPRI on exactly this subject,
16 exactly that, and he said we've invested, he said
17 millions -- I kind of doubt that -- but millions of
18 dollars into this and nothing seems to work out. And
19 so he said he'd thrown up his hands at the whole area.

20 Is there a promise here or is this just a
21 sinkhole?

22 MR. NAKOSKI: I don't know that it's a
23 sinkhole. I think there is a -- we are looking at
24 this. We do have hold points to determine whether or
25 not more research is needed as we go forward to see if

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1 there are gaps that perhaps we can bridge.

2 So if you need a more specific answer, I
3 could probably ask Ian Jung to come up.

4 MEMBER POWERS: Well, I mean it is
5 something we can go on later.

6 MR. NAKOSKI: Okay.

7 MEMBER POWERS: Something that is of
8 enduring interest to this committee because we have to
9 worry about these things for license renewal.

10 His discussion with me was that things
11 look beautiful in the lab and as soon as you take them
12 out to the field, they just get nonsense out of them.

13 And I was shocked when he told me that.
14 You know I thought there were ways to do these things.

15 MR. NAKOSKI: Well that's why I think our
16 focus is on what can we do for in situ monitoring or
17 how can we translate the lab to the field and where
18 are the gaps. And I think that's a prime driver for
19 looking at degradation in the long-term.

20 MEMBER POWERS: Because it is a major
21 headache for life beyond 60 and things like that.

22 MR. NAKOSKI: Exactly.

23 MEMBER MARCH-LEUBA: A different topic on
24 this slide, cybersecurity. Do you guys leverage the
25 knowledge of all the IT guys across the hall? They

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1 have to fight every day, I guess, intrusions and
2 attacks and they probably have more expertise and
3 higher budget than you do.

4 MR. NAKOSKI: That could very well be. At
5 the point we're at right now, this is -- we anticipate
6 -- I don't know that we fully understand the scope of
7 what we need to do. We're working with NSIR in the
8 cybersecurity area to define that scope. Again,
9 looking forward, this is an area we anticipate where
10 we'll be in front of the ACRS talking in much more
11 detail.

12 MEMBER MARCH-LEUBA: We were just
13 reviewing this morning this new isotope facility and
14 we were telling them that they should just use a pair
15 of scissors and cut the cable but they won't do it.
16 But when they come in, I would get a couple of those
17 guys who know exactly what you have to face day-to-day
18 and review with them. I would use that resource.

19 MR. WEBER: We do participate as part of
20 the Cyber Assessment Team. That's a multi-office,
21 including the security folks from our Office of
22 Achieved Information Officer. But at this point,
23 we're not doing anything, any research on
24 cybersecurity. It's just been a need that's been
25 identified to us by NSIR to prepare.

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1 MEMBER MARCH-LEUBA: So maybe this wasn't
2 a research question, it was more of an NRO, NRR
3 question.

4 MEMBER BROWN: I'll make one comment on
5 the cyber thing. Most of that stuff you're all
6 working on, I would think, I hypothesize or speculate,
7 I'm not sure which is the word I should use here, is
8 probably not focused on the most relevant part that's
9 associated without fully installing or the utilization
10 of I&C equipment in power reactor plants with digital
11 I&C. The primary focus there is really keeping access
12 out, compared access, not the programmatic part of it
13 where you're to do this top level umbrella. It's just
14 you never want a door that can be open or you can only
15 open it one way and nobody can ever get back in the
16 other way, which you have probably heard me say 500
17 million times so far.

18 MR. WEBER: Not that many.

19 MEMBER BROWN: All right, I exaggerate a
20 little bit every now and then.

21 VICE CHAIRMAN CORRADINI: They are
22 counting, though, Charlie.

23 MEMBER BROWN: They do in balls and
24 strikes. I think most of mine are -- I guess my point
25 is that one of the things I keep missing in all the

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1 stuff as we go through this, there's still a lot of
2 push back because everybody keeps pointing at our
3 comments as being oh, that's all programmatic. And if
4 you don't have a set of hardware that allows you to
5 protect yourself, then you can have all the
6 programmatic stuff you want to and it's just like --
7 well, there's some terminology I won't use here in the
8 public forum. I don't know how you get that into your
9 overall whatever you all do with them to get those
10 points for yourself.

11 MR. NAKOSKI: Well, I think you know
12 you're looking at improving the regulatory framework
13 for I&C.

14 MEMBER BROWN: Yes, but what is that?

15 MR. NAKOSKI: Exactly. And that's one of
16 the challenges in front of us is understanding not
17 just what the hardware is intended to do but what it
18 can do beyond what we think it can do or want it to
19 do.

20 MEMBER BROWN: Yes, but some places I
21 don't want it to do anything except open a door going
22 outwards.

23 MR. NAKOSKI: Exactly.

24 MEMBER BROWN: I mean if everybody -- it's
25 like a stork dance that everybody's doing around this

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1 stuff. It's very, very frustrating because we
2 certainly don't want plants having to spend 100 man-
3 years a year trying to fight every different hacker
4 that could possibly defeat their software that they've
5 got with their software based bidirectional firewall,
6 which will never work. It's always defeatable by
7 probably a 12-year-old, if they really work at it.

8 So, anyway, I had to get up on my soapbox
9 now that you brought it up.

10 MEMBER REMPE: So we've gotten several
11 comments from members and, although this is occurring
12 during a full committee meeting, I guess it is worth
13 mentioning a point I'm sure you already know, that
14 these are member comments and we speak --

15 MEMBER BROWN: Thank you very much, Joy.

16 MEMBER REMPE: -- through our letters.
17 But I just want to make sure I emphasize that point in
18 public.

19 MEMBER BROWN: I appreciate that. There
20 is very little of my proselytizing.

21 MEMBER REMPE: But we really appreciate
22 the opportunity to convey your comments in person
23 today. Right?

24 MEMBER BROWN: It's an opportunity. I
25 never try to miss an opportunity.

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1 MEMBER REMPE: I know.

2 MR. NAKOSKI: And another area -- I'm
3 going to move on past cyber now. Another area in the
4 electrical engineering arena is we're looking at to
5 what extent other electrical components like batteries
6 need further research, particularly in light of new
7 and advanced reactor applications.

8 In the materials degradation aging and
9 component integrity arena, we're conducting research
10 to develop probabilistic fracture mechanic tools to
11 assess the structural integrity and safety of the
12 primary circuit.

13 The focus of our research is primarily on
14 two tools: The FAVOR Code, which is the fracture
15 analysis of vessels prepared by Oak Ridge. That's for
16 reactor pressure vessel analysis. And the xLPR,
17 extreme low probability of rupture for piping.

18 For the FAVOR Code, research will be
19 performed to independently verify and validate the
20 code, given some recent unanticipated outcomes from
21 the use of the code that have the potential to
22 challenge vessel integrity.

23 Research on the xLPR Code will be
24 performed on how to apply these tools to develop more
25 risk-informed guidance on leak before break analysis.

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1 And finally, the staff has started the
2 development of regulatory guidance on these tools to
3 help guide the industry and the staff on their use.

4 In the area of primary water stress
5 corrosion cracking, we're performing independent
6 testing and in coordination with EPRI to gather
7 information on crack growth data and reactor pressure
8 boundary components. Future research is going to be
9 focused on crack growth rate testing in the well
10 dilution zones, heat-affected zones, and partial
11 penetration welds.

12 In irradiation-assisted stress corrosion
13 cracking, current efforts are focused on testing
14 reactor pressure vessel internal materials, for
15 example, materials harvested from Zorita, a reactor in
16 Spain. Cooperative testing with ERPI is being
17 conducted on plate samples and welds.

18 Additional irradiation and testing of the
19 welds will be done at Halden is also planned.

20 And the NRC will conduct a limited
21 independent testing of the Zorita materials later this
22 year and next year.

23 Future research in this area will focus on
24 obtaining experimental data for void swelling of
25 stainless steel in reactor pressure vessel internals.

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1 In the area of reactor pressure vessel
2 embrittlement, our efforts are focused on assuring the
3 adequacy of the NRC's guidance in the Reg Guide 1.99,
4 which deals with radiation embrittlement of RPV
5 materials. The research uses an extensive database
6 that was recently compiled by the American Society for
7 Testing and Materials with support from the staff.

8 The results of this research will support
9 continued operation of commercial reactors throughout
10 their operating life, including the renewal and
11 subsequent license renewal periods.

12 In the area of steam generator tube
13 integrity, the research is an ongoing research
14 activity that is being done in cooperation with our
15 international partners from France, Korea, and Canada,
16 and domestically with EPRI. We're trying to leverage
17 our resources. And the research is being performed to
18 evaluate advances in and the effectiveness of any
19 current inspection techniques, tube performance and
20 integrity, and industry techniques and standards.

21 This is an area where our level of effort
22 is trending downward, just as a side note.

23 MR. WEBER: And we know the consequential
24 steam tube generator briefing, which occurred this
25 week, there was some discussion by the committee or

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1 the subcommittee on this topic.

2 VICE CHAIRMAN CORRADINI: We have no
3 opinion. We have no letter.

4 MEMBER REMPE: But we're going to have
5 one, I hope.

6 VICE CHAIRMAN CORRADINI: Yet, I should
7 say.

8 MEMBER REMPE: Yet, yes.

9 MR. NAKOSKI: In the area of non-
10 destruction evaluation techniques and tools, research
11 is being conducted to better understand the accuracy
12 and reliability of the methods for use in in-service
13 inspections, specifically at detecting degradation and
14 safety-related components. This includes advanced and
15 emerging NDE methods, such as phased array UT,
16 considering its capabilities and limitations relative
17 to conventional UT.

18 Other areas of research include assessing
19 the use of modeling and simulation tools for analyzing
20 UT methods and the influence of human performance on
21 NDE reliability.

22 In the area of spent fuel cask
23 degradation, research is focused on aging management
24 of dry cask storage systems. We've prepared some
25 aging management tables that provide the technical

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1 basis for dry storage, license aging management, as
2 guidance has provided in the MAPS report. That's the
3 Managing and Aging Process and Storage report.

4 Future work will focus on chloride-induced
5 stress corrosion cracking of stainless steel canisters
6 to support evaluation of canister inspections, to
7 assess the effectiveness of NDE methods used for in-
8 service inspection, and potentially doing research to
9 collect data on CISCC crack growth rate.

10 In the area of the Neutron-absorbing
11 Materials Program, we're working collaboratively with
12 EPRI in materials testing to ensure neutron-absorbing
13 materials used in spent fuel pool meets subcriticality
14 margin requirements.

15 The research is currently being performed
16 to evaluate the performance of boral under varied
17 water chemistry conditions to determine the corrosion
18 kinetics and potential degradation.

19 Efforts are also underway --

20 MEMBER POWERS: Why would that be a --

21 MR. NAKOSKI: I'm sorry?

22 MEMBER POWERS: Why would that be an NRC
23 concern? I mean isn't that a licensee's concern?

24 MR. NAKOSKI: Well, it's I think both. I
25 think we need to understand what they're doing to

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1 assure that the criticality, subcriticality margins
2 are maintained. So this would support the views of
3 license submittals or amendments.

4 MEMBER POWERS: Yes, I mean you just say
5 have enough and go make sure you have enough. I mean
6 I don't know how much understanding you need.

7 MR. NAKOSKI: Well, when you're looking
8 over the long-term, we need to I think have an
9 understanding of what the degradation mechanisms are
10 and whether or not the programs in place and the
11 technical basis is sufficient to conclude that it will
12 meet its needs in the longer term.

13 MR. WEBER: This recently arose, as the
14 committee might know, in cask uses of boral and other
15 materials.

16 MEMBER POWERS: Yes.

17 MR. WEBER: And so if you're going to seal
18 the spent fuel in the cask with the intention not to
19 reopen that cask, you'd want to have some confidence
20 that it's going to do what you think it's going to do.

21 MEMBER POWERS: I understand.

22 MR. WEBER: To me, it's a classic
23 application of confirmatory research.

24 MEMBER POWERS: Right.

25 MR. WEBER: Yes, it is the licensee's and

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1 the vendor's obligation to demonstrate safety but
2 going all the way back to the founding of research,
3 it's also our obligation to ensure that we've got the
4 information necessary to confirm.

5 MEMBER POWERS: I mean cask I can
6 understand but you just seal it up and nobody can go
7 look so, you have got to know. But the spent fuel
8 pool, I can look anytime I want to.

9 MR. WEBER: Yes, and we want to ensure
10 that those spent fuel pools don't go critical.

11 MEMBER POWERS: That's always a good idea.

12 MR. WEBER: Yes.

13 MEMBER BALLINGER: I have a question. Do
14 any of these projects have what I would call a sunset
15 clause on them, which force you to make a grounds up
16 reevaluation of where you are, what the benefit has
17 been, and what needs to be done going forward so you
18 don't just -- I mean we've looked at projects where
19 the user need -- when you chase it back to the user
20 need, there's absolutely no connection between the
21 user need and what we see in a lot of cases. I'm
22 exaggerating a little bit but it's tenuous. Let's put
23 it that way.

24 MEMBER RICCARDELLA: I guess it has to do
25 with the time constant. You know the user need and a

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1 lot of these things were written in 2008, 2007. Is
2 there any periodic updating of that user need, and how
3 the research is going, and is it still current?

4 MR. NAKOSKI: The user needs are typically
5 reviewed on about a five-year basis.

6 MEMBER RICCARDELLA: The research.

7 MR. NAKOSKI: No, user needs and research
8 plans. I mean the work requests that we receive are
9 typically reviewed on a five-year basis to see whether
10 or not the work needs to continue.

11 In some instances, these are long-term
12 programs that develop codes that we apply and maintain
13 and keep state of practice. So those types of things
14 probably you won't have a sunset clause on.

15 In other instances, for example, on like
16 I mentioned earlier on cable degradation, there's
17 going to be a point where we stop and reassess the
18 research that we're doing to see do we need to do more
19 after this. Are there gaps that we still have to
20 close before we proceed?

21 And if the answer to that is no, we're
22 done. We document the results and draw the conclusion
23 that on this topic there's no more research we need to
24 do based on our current state of knowledge.

25 MR. TAGGARD: Well, can I add one thing?

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1 So one thing we are also doing, we are meeting
2 regularly with our partner offices. So, we meet
3 regularly, almost like a quarterly basis with the
4 Office of Nuclear -- NRR. And we go over all the user
5 needs and how we're addressing them. And we do the
6 same thing with NRO.

7 So, I think there's less opportunity now
8 than in the past for things to kind of just drag out
9 because they have no interest in us doing that.

10 CHAIRMAN BLEY: So when John says these
11 are revisited on a five-year basis, that's by a
12 coordinated effort between your office and the office
13 that generated the user need.

14 MR. NAKOSKI: That's correct. The idea is
15 that we would sunset the older user need and prepare
16 a new one to make sure that the research that we're
17 doing is still valid, still driving towards the
18 program office need, and they understand what we're
19 doing.

20 CHAIRMAN BLEY: Okay. Some we get the
21 impression just kind of sit there forever but I don't
22 know. If we're really getting reviews, that's good.

23 MR. NAKOSKI: Some of them are older than
24 five years and we recognize that.

25 MEMBER RICCARDELLA: Do you think five

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1 years is frequent enough? Should now all these things
2 be looked at on a more frequent basis, all of the
3 programs?

4 MR. WEBER: I think Mark's point was that
5 we are looking at them on a more frequent basis. I
6 think John's talking about at the office level. But
7 you've got at least quarterly meetings going on with
8 counterparts in the regulatory user offices.

9 This was at the heart of that
10 congressional concern by the Senate Environment and
11 Public Works Committee that we were just going on and
12 on and on on some of these projects. And in an era of
13 constrained resources, we don't have the resources to
14 keep spending on work that's not going to be needed.
15 We need to focus our resources in the areas where it
16 is needed.

17 So, we have a built-in incentive to ensure
18 that we're staying on top of those user needs and
19 developing the information necessary.

20 MEMBER SKILLMAN: I would like to ask a
21 question about this image. This, to me, is a Davis-
22 Besse piece. This is May 14th of 2002 at 10:40 in the
23 morning, after the head was removed and this section
24 was removed. But this, to me, is the poster for why
25 we should be talking about international operating

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1 experience.

2 If I go back to 1995 to 2000, the French
3 knew that this phenomenon was occurring. They knew
4 the A182 weld situation. And Davis-Besse was
5 tolerating the weep from the cracking that was
6 occurring in this hole. The rest of the B&W fleet was
7 not responding. There might have been an info notice
8 or an info bulletin but it certainly was not one that
9 had bells, lights, and whistles. It wasn't one that
10 would cause the plant staff to go and take a thick
11 magnifying glass and look. And it wasn't one that
12 would have had the residents come into the head of
13 engineering and say you had better get out there and
14 take a look. But the French were experiencing this.

15 And so, as I ended my term at Three Mile
16 Island, we had a B&W head, 69 control rods identical
17 to this one. I said to myself why didn't we know
18 about that. Why weren't we looking? And then I spent
19 months out at David-Besse because they went right into
20 O350. They had their keys taken away. And then we
21 did the post-mortem and we learned everybody knew that
22 they weren't doing anything about it; that there was
23 information that was six or eight years old from
24 Europe that should have told us you had better be
25 looking for this.

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1 That, to me, is a guiding principle in
2 what we ought to be doing now in mining the OE from
3 whatever because that OE might prevent and event
4 similar to this, maybe a different area of technology,
5 but one that could really cause trauma.

6 So I think this idea of recon, having your
7 people looking. Some of the best recon team members
8 you have are the residents because they know. I mean
9 they're looking at stuff and they're saying, hey, you
10 ought to take a look at this. There's something
11 really funny here.

12 How to make that information actionable
13 and kind of get it on one 8.5 x 11 piece of paper with
14 a couple of bullets that simply says this is flagged,
15 this is for attention, at the every minimum let's do
16 a little bit of digging. Because if there had been
17 just a smidgen of that back in 1999, 2000, 2001, I
18 don't think this would have occurred or if it had
19 occurred, it would have been at a level of
20 significance that it would have become a maintenance
21 item but not a near small break LOCA.

22 MR. WEBER: Well said. I think we agree.

23 MR. NAKOSKI: Absolutely.

24 MEMBER SKILLMAN: Thank you.

25 MR. NAKOSKI: Okay, the last area on this

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1 slide is advanced non-light water reactor materials.
2 And these materials will be unique to the specific
3 design. And the assessment will require that the
4 specific materials, the environmental conditions, and
5 the loading specific to each design be considered.

6 The technologies we're currently looking
7 at are gas-cooled reactors, sodium fast reactors, and
8 molten salt reactors, and with the potential for other
9 designs that will have unique materials and may
10 subject familiar light water materials to new
11 environment conditions.

12 MEMBER REMPE: So that's one I'd also ask
13 why don't you make the applicant deal with this as
14 their research and they just have to justify that
15 they've done due diligence? Why is NRC doing this?

16 MR. NAKOSKI: Again, I think we have an
17 obligation to independently verify or review and at
18 least understand the proposals they're submitting.
19 So, we will typically work in collaboration with EPRI
20 and other people that are doing research in this area
21 to understand what's being done up front so that when
22 we do get those applications in-house, we at least
23 understand what we're looking at.

24 MEMBER REMPE: So you're not really doing
25 materials testing. You're just reviewing what other

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1 people have done to gain the knowledge. Is that a
2 better way of characterizing it?

3 MR. NAKOSKI: Well, where we're focusing
4 our initial research on, and I'll touch on that, is to
5 look at the material and structural and the integrity
6 issues that need to be addressed during licensing.
7 So, that's one of the areas we'll be looking at in the
8 short-term or in the near-term.

9 Then, looking at what confirmatory
10 research is needed to be done to validate the
11 industry's approach to addressing these issues, which
12 I think goes directly to the question you raised.
13 Also, to assess the capabilities and needs of the
14 current tools that we have, to see how they need to be
15 updated. And then looking at gaps in staff and
16 contractor expertise and knowledge to develop the
17 approach to efficiently address those gaps.

18 So it's not necessarily going out and
19 doing our own independent confirmatory research but
20 it's making sure we have the tools in-house to do the
21 assessments when they come in.

22 MEMBER REMPE: Sounds good. Thank you.

23 MR. NAKOSKI: Okay.

24 MS. WEBBER: Can I just add one thing on
25 that? So more broadly across the office, we're

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1 looking at a lot of technical areas to support future
2 license applications for advanced reactors. And this,
3 to Dr. Chu's question earlier about anticipatory
4 research, what we're trying to do right now is
5 understand where we have knowledge, analytical and
6 gaps, basically, gaps in knowledge so that we could
7 probably maybe lean a little bit forward and try to
8 determine if there's value added in doing some
9 anticipatory research in certain areas.

10 So, the current phase upon us is assessing
11 where we have the gaps and then we'll try to determine
12 where it makes sense to do some kind of anticipatory
13 research.

14 MR. WEBER: And we'll do material testing,
15 if it's needed to confirm safety.

16 MEMBER REMPE: I'd wait until we had an
17 application, I think.

18 MR. WEBER: Oh, yes.

19 MEMBER REMPE: With 80 plus vendors --

20 MEMBER BALLINGER: You probably ought to
21 wait until they know what materials they're going to
22 use.

23 MEMBER REMPE: Go ahead. Thank you.

24 MR. NAKOSKI: Okay, going to the next
25 slide. In the structural seismic and geotechnical

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1 area, we're doing research on concrete degradations
2 with alkali-silica reactions or ASR. And it's being
3 done to assess the structural performance of affected
4 concrete structures, to support the technical basis
5 for generic regulatory guidance to evaluate the
6 potential effects of ASR. And that's through current
7 operating, through license renewal period, and
8 subsequent license renewal.

9 And the NRC and the National Institute of
10 Standards and Technology are working jointly to
11 address both material degradation aspects and
12 structural performance of ASR-affected concrete.

13 MEMBER BALLINGER: I'll keep coming back
14 to this reviewing process and I'll pick -- we can pick
15 concrete, if you want. But is there an ongoing review
16 process where you look at what's going on and then you
17 make an assessment? I thought this was going to
18 happen but we're not seeing it happening. So,
19 therefore, we need to cut this off.

20 MR. NAKOSKI: I think yes, we will do
21 that. I think that's part of what we do routinely
22 with our program offices but then more from a research
23 perspective I think it gets back to do we have gaps
24 that we need to fill to meet a regulatory need.

25 MEMBER BALLINGER: But it comes back to

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1 what people are saying about five-year reviews is just
2 a long time.

3 MR. NAKOSKI: Well in specific programs,
4 we do have hold points identified, where it's we will
5 -- whether it's two years down the road or five years
6 down the road, it's really dependent on achieving a
7 specific point in the research activity that then
8 decide do we stop now and suspend research in this
9 area or do we have to continue.

10 VICE CHAIRMAN CORRADINI: So let me --

11 MEMBER BALLINGER: If I might just kind of
12 comeback -- I'm sorry, Pete, did you want to -- go
13 ahead.

14 VICE CHAIRMAN CORRADINI: I guess the one
15 area that I think is within your is and for light
16 water reactor sustainability, there is a lot of work
17 that is being done by DOE. And I know NRC is
18 following it.

19 So a way of asking of Ron's question
20 differently is if you said okay, all the things in
21 terms of materials aging and degradation, there are
22 certain things that agencies like DOE do or EPRI do
23 simply because either A) they should do it, or they
24 should be on top of it and you check it versus you do
25 it. And then other things you want to confirm, you

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1 might want to anticipate. But at least in that area,
2 there's ongoing conversation because I know I think
3 Brian Thomas attends some of the review meetings.

4 So I guess another way of asking Ron's
5 question is there a continual conversation? So you
6 decide we have a limited budget; we can only do this
7 much. Is that happening in all the areas? I know
8 it's happening a LWRS because I've been at the
9 meetings.

10 MR. NAKOSKI: I would never make an
11 absolute claim but I believe it's happening in all --
12 most of the areas, if not all.

13 VICE CHAIRMAN CORRADINI: Okay.

14 MR. NAKOSKI: There's a continual
15 dialogue, not just internally with our program offices
16 but externally with key industry players, other
17 federal agencies that might be doing research, and the
18 international community.

19 VICE CHAIRMAN CORRADINI: Eventually, I
20 was going to ask you about that, about international
21 collaboration.

22 MEMBER RICCARDELLA: Is the bulk of this
23 ASCR effort, is there work being done at NIST, the big
24 experimental program that they're doing?

25 MR. NAKOSKI: It's being done at NIST.

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1 MEMBER RICCARDELLA: And are we funding
2 that?

3 MR. WEBER: Yes, we are funding that.

4 MEMBER RICCARDELLA: But also is DOE
5 funding part of it?

6 MR. WEBER: We're funding it 100 percent.
7 We also participate in the DOE-funded work down at
8 University of Tennessee. In fact, we just had people
9 down there from Research that participated in the
10 project review for that project, and we're working
11 with an international cooperative research project,
12 and we're doing bilateral work with our French
13 counterparts at IRSN.

14 MR. NAKOSKI: And that's again, we're
15 trying to leverage more of our domestic and
16 international efforts.

17 VICE CHAIRMAN CORRADINI: Right but the
18 only reason I just jumped in is I think that's kind of
19 where I think Ron's coming from is that with limited
20 resources you want to know what EPRI's doing, what
21 DOE's doing, what utilities are doing individually,
22 owners' groups internationally, or if you collaborate
23 so that you can get more bang for your input.

24 MR. NAKOSKI: I think all of the above.
25 Where we -- one, first, we understand what work is

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1 being done, try to understand what work is being done
2 by other -- in research by other organizations. And
3 where we can best leverage our limited funds to
4 maximize our return on investment, I think we're
5 looking at that more thoroughly than we have, perhaps,
6 in the past.

7 MEMBER RICCARDELLA: Moving on to that
8 second bullet, I mean as I understand, there's maybe
9 a total of three inches of concrete in some plants
10 that receive enough irradiation to see any damage at
11 all.

12 MEMBER BALLINGER: So I wasn't trying to
13 be that blunt but I'm an academic and I've never met
14 a research program that I didn't like but you guys
15 only have a certain amount of money to spend.

16 MR. NAKOSKI: That's right.

17 Well and I think at this point in the
18 irradiated-related degradation of concrete structures,
19 I think what we're looking at is do we have a problem
20 that needs to be addressed. Do we fully understand
21 the impact of the degradation mechanisms on the
22 concrete structures before we dive off the deep end
23 and do I think much more detailed research in that
24 area?

25 So we're at the investigation phase to

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1 see, I think, how far we should go.

2 MEMBER BALLINGER: But you do have a
3 critical review process on these things.

4 MR. NAKOSKI: That's correct.

5 MEMBER BALLINGER: Yes.

6 MR. NAKOSKI: I'll continue on. And then
7 another area is on the aging of pre-stressed concrete
8 structures and we're doing research to assess the
9 complex stress conditions from post-tension concrete
10 that may lead to degradation of the structure, looking
11 in a couple of areas, for example, creep-induced split
12 cracking and the potential for primary creep
13 reactivation from re-tensioning operations. And this
14 research is done to --

15 MEMBER BALLINGER: Have you been down to
16 Farley, lately?

17 MR. NAKOSKI: No, I have not -- to either
18 confirm the guidance provided in the GALL Report or to
19 identify the need for updates to the information in
20 the GALL Report.

21 MR. WEBER: Is there an issue we should be
22 aware of?

23 MEMBER BALLINGER: There's a guy down
24 there who's probably, I'm sure, keeping track.

25 MR. NAKOSKI: Okay. In the seismic

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1 hazards area, research is being conducted to update
2 the NRC-approved models used to conduct seismic
3 hazards assessment for both operating and new
4 reactors. The research is focused on models, for
5 example, the seismic source or ground motion models.
6 They're not well characterized. The intent is to
7 update the models to reduce uncertainties and
8 establish more robust seismic hazard calculations to
9 take advantage of advances and state of knowledge.

10 And the risk-informed performance-based
11 seismic study or seismic safety research is being done
12 to evaluate the current status, develop a path
13 forward, and explore long-term possibilities,
14 including the development of approaches by other
15 organizations.

16 In the area of probabilistic soil
17 liquefaction analysis, the research is being done to
18 address the issue that current evaluation methods rely
19 on deterministic approaches that may not be consistent
20 with performance target goals used during design.
21 This research will develop the technical basis for
22 assessing liquefaction hazards and consequences using
23 probabilistic models and then we'll update Reg Guide
24 1.198 that provides guidance to the industry and staff
25 on an acceptable method.

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1 Finally, the last slide for DE is related
2 to regulatory guides, generic issues, and codes and
3 standards. We have about 360 reg guides that are
4 currently issue at the NRC. About 100 of these reg
5 guides are on some state of review at any time and we
6 issue about -- new or revised guides about 10 to 20 a
7 year that are provided to ACRS for review.

8 In the Generic Issues Program, in March,
9 recently, we just briefed the ACRS on the program.
10 And currently you have GSI-191 at the subcommittee on
11 thermohydraulic phenomenon.

12 And then as part of the review of the
13 Commission papers prepared by JLD, ACRS has reviewed
14 GI-199 on seismic hazards and GI-204 on flooding and
15 we'll continue to have interactions with the ACRS'
16 progress as made.

17 An issue that is emerging and is a
18 potential generic issue is on high-energy arc faults,
19 where aluminum is present and Mark may touch on this
20 more later. And ACRS has expressed interest in
21 keeping abreast of this and we'll do that.

22 In codes and standards, you typically get
23 engaged or ACRS would typically get engaged with
24 reviewing specific standards where it's related to a
25 larger regulatory process, preparing reg guides, new

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1 rules, or issuing new updates to the standard review
2 plan.

3 And there's an area where you might likely
4 want to get engaged and that's in the development of
5 long lead time standards for non-light water reactors.
6 And we'll be looking at that.

7 And then as a side note, in the codes and
8 standards, we're looking at strengthening our
9 oversight of NRC staff participation in codes and
10 standards and make sure that we have better records of
11 the interactions that we have.

12 And finally, the question was asked
13 looking out over the horizon, what are we doing to
14 recon, and Mike mentioned this earlier, the
15 feasibility study requests. It's a new process to
16 identify and assess areas for future research.

17 The ideas will be collected and then
18 reviewed to determine whether to conduct a feasibility
19 study. So, it's put the idea in. Let's not discard
20 anything. Let's review it. Let's do a feasibility
21 study to see if we can do research or need to do
22 research in this area to meet a regulatory need. And
23 then we would engage ACRS as those research topics are
24 identified and we move forward.

25 MEMBER REMPE: Is there something that

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1 documents this process you're talking about? Because
2 I'm not sure I'm aware of it. Is there some memo or
3 something?

4 MR. NAKOSKI: We can provide it. It's
5 TRM-001.

6 MEMBER REMPE: Okay.

7 MR. NAKOSKI: It's in the process of being
8 updated and revised.

9 MEMBER REMPE: Also, I just wanted to
10 mention we would be interested if you have any
11 thoughts of areas in your division that you'd like us
12 to focus upon.

13 Dick Skillman is going to be leading the
14 team that meets with your organization and I'm sure
15 he'll have thoughts, as you can tell from his comments
16 and questions today. But if there is some area where
17 you think you know we'd really, really like you to
18 focus on because, again, we're not going to do the 80-
19 page report anymore. We're going to be highlighting
20 topics of interest, even though we're interested in
21 the whole area. So, let us know.

22 MR. NAKOSKI: Okay.

23 MEMBER SKILLMAN: So let me ask one final
24 question, based on Joy's comment.

25 Has consideration been given to doors that

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1 are going to close? Worldwide, what, around 400-450
2 reactors. Did you ever think of going to the
3 cheapest, most highly irradiated carbon steel plant
4 and somewhere in catch as catch as can and taking a
5 sample, knowing that it was local concrete; it had no
6 QA; there was no Appendix B; this thing operated for
7 four decades; it's got 10 to the 21 NVT; and here's a
8 piece of concrete from the inside of that?

9 I'm making up a story, clearly, but what
10 I'm suggesting is doors are closing and there might be
11 stuff out there that we would say boy, we don't want
12 to miss that. That could be cool. We could really
13 learn something from that.

14 MR. NAKOSKI: And we have been engaged in
15 a harvesting workshop. I forget exactly when it was.
16 It was not that long ago when we were working with --
17 okay, a couple months ago. So, we are trying to
18 identify those instances where the doors are still
19 open but may be shut soon. They are in active
20 decommissioning. Can we go and harvest material?

21 It is a cooperative effort, I think, with
22 DOE and EPRI and I am looking to folks in the DE that
23 might have more information on that. But we are
24 trying to, again, leverage limited resources to
25 maximize industry-wide efforts to harvest material.

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1 MEMBER RICCARDELLA: And the overall
2 message from that workshop was harvesting is very
3 expensive.

4 MR. NAKOSKI: Yes.

5 MEMBER RICCARDELLA: And you have to be
6 very, very selective in how much you could do.

7 VICE CHAIRMAN CORRADINI: But if I
8 understand it, you're participating in the harvesting
9 of design that DOE is doing, right?

10 MR. WEBER: Yes.

11 MR. NAKOSKI: That's correct. That's
12 correct.

13 Okay and I'll turn it over to Mark.

14 MR. TAGGARD: Okay, and I will try to be
15 as brief as I can.

16 MR. NAKOSKI: Well, hopefully they asked
17 all their questions already.

18 MR. WEBER: I don't think so.

19 MR. TAGGARD: So this first slide provides
20 an overview of the Division of Risk Assessment. In
21 terms of resources, our key program areas, and also
22 some of the key contacts. You will notice that one of
23 the contacts is John. He actually works in my
24 division but he's on loan to DE right now. So we
25 should have him back in a couple of weeks.

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1 MR. NAKOSKI: My replacement has been
2 picked.

3 MR. TAGGARD: So in the Division of Risk
4 Analysis, we're involved in four primary research
5 areas. These are not the only areas that we are
6 involved in but these are the ones that most of our
7 resources are tied up in. These are development of
8 PRA methods and models, human factors, and human
9 reliability analysis, fire PRA and flooding
10 assessment.

11 And so I'm going to walk through each of
12 those four areas and talk a little bit about we
13 anticipate our research needs or where our research is
14 going in those four areas.

15 So we begin with the PRA area. The key
16 activity here is maintaining the computer codes used
17 by the Agency for conducting probabilistic risk
18 assessment. These codes are regularly updated, based
19 on operational experience. We have a staff member
20 that participates with NRR and looks at the licensee
21 event report. We also get input from INPO. So, that
22 information is regularly looked at.

23 Some of the areas that we're focusing on
24 right now is adding the capabilities for assessing all
25 hazards. This would include seismic, fire, flooding,

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1 and high winds. We're also hoping, at some point, to
2 incorporate insights that we gain from the Level 3 PRA
3 work. One of the areas that we're going to be
4 probably looking at in the future is assessing risk
5 from multi-units.

6 In terms of new reactors, we are
7 developing SPAR models, which is our main computer
8 code for the Vogtle and the Summer sites.

9 There are some advanced PRA methods that
10 we are starting to look into. We're not actually
11 doing any research in these areas but we are keeping
12 an eye on them. They're primarily work that's been
13 done by the universities. We're looking at these
14 areas primarily from the context of the applicability
15 in terms of some of the work that we do and this would
16 include dynamic PRA methods, use of advanced
17 statistical methods, such as Bayesian belief networks,
18 global sensitivity analysis and cost analysis. And we
19 are also looking at the new technologies, such as
20 knowledge engineering and how that might be used in
21 some of our PRA work.

22 And one of the last areas that I wanted to
23 mention in PRA, we're looking at a means of using
24 industry -- developing an industry-wide precursor-
25 based evaluation for assessing the effectiveness of

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1 our Reactor Oversight Program.

2 Right now, when we do risk analysis for a
3 particular plant, some people, particularly some of
4 the members of the public, they tend to add up those
5 risks from the various plants and try to get an idea
6 of what the overall risk is to the industry. And
7 obviously, there are some limitations to that and we
8 recognize that. So we're trying to look at how that
9 information came to use or if there is some other
10 technique that can be used to make those kinds of
11 assessments.

12 In the area of human factors and human
13 reliability, we expect to continue developing human
14 factor guidance in several areas, including advanced
15 control room technologies for new and advanced nuclear
16 power plants, nondestructive examination techniques,
17 and drug and alcohol testing.

18 We are also working to develop a human
19 reliability analyses methodology. We did a briefing
20 to the subcommittee on this earlier this week. This
21 work was actually directed by the Commission with the
22 idea of improving our HRA capabilities so that work in
23 that area is going to continue.

24 One of the things that we are hoping that
25 this is going to give us is a better means of

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1 addressing issues such as the licensees that want to
2 take credit for the use of FLEX equipment, which seems
3 to be a high priority for the industry right now.

4 And lastly, we have an effort on the way
5 to collect data on reactor operator errors. This
6 project is called the SCADA Project. It is voluntary
7 activity. It's not mandatory for licensees, plants to
8 participate but it provides us information that we use
9 -- that can be used to provide better estimates on
10 human error probabilities. So we see a lot of
11 potential promise in this particular area.

12 What we're working on right now is trying
13 to increase the number of licensees that we can get to
14 volunteer to participate in this program, as well as
15 we have some international utilities that have signed
16 up --

17 MEMBER POWERS: That must be a challenge
18 getting the licensees to report when they screwed up.

19 MR. TAGGARD: Well, there are actually
20 some benefits to them. Sean Peters, who runs that
21 branch, he maybe can touch on it a little bit.

22 MR. PETERS: Yes, it's a collaborative
23 effort. This is Sean Peters. I'm the Chief of Human
24 Factors and Reliability Branch in Office of Research.

25 That effort is actually a collaborative

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1 effort that we worked with the South Texas Project
2 Nuclear Operating Company and we developed this SCADA
3 software as a way for them to manage their operator
4 training program. So for them, it helped them manage
5 their operator training program better. For us, it
6 allowed us to capture all the operational data from
7 that training program into our database.

8 So we worked with them to develop it and
9 we rolled it out internationally. Taiwan right now is
10 implementing this in their nuclear power plants and we
11 are also looking at signing at least trial agreements
12 with a couple other utilities here in the United
13 States. So we recently issued a regulatory issue
14 summary, where we told everybody about this particular
15 program and we had a RIC session on this program also
16 in March. And so based upon that outreach, we've
17 gotten significant feedback from the industry that
18 there are other utilities that would like to sign up.

19 MR. TAGGARD: Okay, just moving on to my
20 last slide, so one of the areas that we're working on
21 in the fire PRA area is trying to improve the realism
22 of our fire PRAs. This is a big focus for NRR because
23 fire tends to be one of the drivers in PRA analysis.

24 So we recently had meetings with NRR as
25 well as EPRI and we have come up with general

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1 alignment on where we think additional research is
2 needed in this area. This includes determining heat
3 release rates, emission frequencies, and circuit
4 analysis.

5 So we're going to work with the industry
6 -- work with EPRI in terms of laying out a program in
7 terms of who is going to do what research and that
8 type of thing.

9 We're also looking to continue our
10 cooperative effort with the international community,
11 looking at a high energy arc faults. As John alluded
12 to, one of the areas that has a lot of interest right
13 now is these high energy arc faults associated with
14 aluminum. That issue right now is being looked at in
15 our Generic Issues Program. So we're going to
16 continue research in that particular area.

17 VICE CHAIRMAN CORRADINI: So can I -- I'm
18 not an expert in this but I seem to remember as part
19 of the refocusing of the Agency and Research that some
20 of this work was going to be considered to be curtailed.
21 Am I misremembering?

22 MR. TAGGARD: No, you're actually correct.
23 So --

24 VICE CHAIRMAN CORRADINI: And I think we
25 wrote something in the last report --

1 MEMBER SKILLMAN: To save this one.

2 VICE CHAIRMAN CORRADINI: -- to please
3 don't do that.

4 MR. TAGGARD: Yes, actually so --

5 VICE CHAIRMAN CORRADINI: Maybe it was
6 just don't do that.

7 MR. TAGGARD: Yes, so this was one of the
8 areas that -- the fire research area was one of the
9 areas that got hit pretty hard in the re-baselining
10 effort, including this particular program. But the
11 Commission actually singled this particular program
12 out and told us to not -- to remove it. So we'll
13 continue working it because of that.

14 MEMBER SKILLMAN: The Commission heeded
15 your advice.

16 MR. TAGGARD: Yes.

17 VICE CHAIRMAN CORRADINI: That's a nice
18 way of putting it. Maybe so.

19 MEMBER SKILLMAN: I recall we debated this
20 and said let's go back and tell them keep it. Since
21 Mark Sally is here, there is some irony in this image.
22 There's a little fire extinguisher down in the lower
23 left corner.

24 (Laughter.)

25 PARTICIPANT: I thought that maybe you

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1 missed that, Mark.

2 (Simultaneous speaking.)

3 MR. TAGGARD: Okay so lastly, we have a
4 significant effort underway to develop an approach for
5 assessing the risk from low probability flooding
6 events. And we're hoping to develop what we call a
7 PRA methodology for assessing flooding.

8 And this was work that came out of the
9 Fukushima effort. Licensees are required to go back
10 and do a flooding reassessment. So we are thinking
11 that a lot of licensees are going to actually use a
12 methodology similar to this. And so we want to be in
13 a position to be able to evaluate what they are going
14 to provide to us.

15 So I hope that was brief. I'll turn it
16 over to Kim.

17 MEMBER REMPE: Before I let you start,
18 though, Matt Sunseri is going to be leading the effort
19 in interacting with your division. And so are there
20 comments in areas that you want him to focus on?

21 MEMBER SUNSERI: Yes, Mark, thanks for
22 that briefing. I was wondering, maybe it is embedded
23 in there, but is your division doing some work on
24 human reliability with respect to decisionmaking and
25 performance in like I call them these extreme cases?

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1 I mean you mentioned FLEX. And when we get down to
2 FLEX, I mean we're talking about people protecting the
3 plant now, right? They've got to make decisions on
4 how to use the equipment and whatever.

5 So what kind of research is being done in
6 that area of severe core massive environmental
7 destruction? I mean these are things that affect how
8 people perform, right?

9 MR. TAGGARD: Yes. And I don't know --

10 MR. PETERS: Yes, I would like to weigh
11 in, if possible, on that.

12 MR. TAGGARD: Oh, okay.

13 MR. PETERS: We developed the general
14 ideas methodology and you guys have got to sit in on
15 that presentation on Monday. In the methodology,
16 we've actually applied this general method to extreme
17 conditions, as in the Fukushima accident. So we have
18 developed that Fukushima accident into an example that
19 we've shown the capabilities of modeling those human
20 decisionmaking aspects.

21 The concept with that general methodology
22 is that if we want to model areas outside of main
23 control environments, we can. And so we have that
24 capability in that method.

25 MR. TAGGARD: Thank you.

1 MR. WEBER: The committee may also recall
2 we looked at human reliability aspects in the spent
3 fuel pool consequence study, which --

4 MEMBER STETKAR: Oh, I wouldn't advertise
5 that one.

6 MR. WEBER: Don't go there? Okay. All
7 right. But we did.

8 (Laughter.)

9 MS. WEBBER: Good afternoon. My name is
10 Kim Webber. I'm the Deputy Director of the Division
11 of Systems Analysis and I know we only have about five
12 minutes or so until the formal end of the meeting.
13 I'm going to try to be brief.

14 VICE CHAIRMAN CORRADINI: Your area is the
15 most important. I'm waiting.

16 MS. WEBBER: Okay, I'm going to try to be
17 brief.

18 What I wanted to give you a flavor of,
19 really, what my case and I wanted to do is give you a
20 flavor of some of the hot topics. We're not going to
21 exhaustively go over everything that we do in the
22 Division.

23 Also to give you a sense of where we have
24 challenges for critical skills, some drivers for
25 future research. And then something that we do in the

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1 office that maybe goes unnoticed at times is
2 leveraging other organizations' resources to do our
3 work. And so I'll touch on that a little bit.

4 So in this slide you can see in the left-
5 hand column the span of the technical research areas
6 that are important to our division and then you can
7 also see the FY17 resource levels in the primary point
8 of contacts.

9 As you also notice in the column called
10 key tools, DSA maintains a significant number of
11 nuclear codes which are used for a wide range of
12 regulatory applications. Additionally, we have
13 reimbursable code sharing programs. Those programs
14 are called CAMP, which is Code Applications and
15 Maintenance Program; CSARP, which is Cooperative
16 Severe Accident Research Program; and RAMP, which is
17 the Radiation Protection Computer Code Assessment and
18 Maintenance Program. And through these programs, we
19 actually get monetary reimbursements for maintaining
20 the codes and in-kind contributions which go to
21 maintaining the codes and developing new correlations
22 and models for those codes.

23 So other regulators and technical support
24 organizations are involved in these reimbursable code-
25 sharing programs. Thus, we have a strong obligation

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1 to verify, and validate, and maintain the codes. And
2 that's a big emphasis for our division. And as you
3 know, it takes quite a lot of resources in terms of
4 skilled staff and contract support to do that.

5 So a key challenge for us and one that
6 we're actively working on is to try to ensure we have
7 enough resources to maintain the codes, while still
8 trying to deliver high-quality analytical and user
9 need-driven work products to the customer offices, who
10 are NRR, NRO, and NMSS.

11 I'll touch briefly on thermal-hydraulics.
12 I know this is a hot area for many of you. Do know
13 that if there are specific topics that you are
14 interested in that I'm not going to cover, I'd be
15 happy to meet with you and get you hooked up with the
16 right folks, including Steve Bajorek and Chris Hoxie,
17 who are the leads in those areas.

18 So our thermal-hydraulics and
19 computational fluid dynamic staff are involved quite
20 a lot with confirmatory analysis, including support to
21 NRR to develop trace decks, input decks for evaluating
22 reactor transients under MELLLA+ operating conditions
23 and to perform LOCA analysis in support of the
24 potential new 50.46 rule if the Commission supports
25 that.

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1 We're also significantly involved with
2 supporting the NuScale design certification
3 application review. And in there, to the question
4 about do we write SERs, and RAIs, and so forth, our
5 staff's going to be involved with writing RAIs and
6 we'll be writing something akin to an SER called a
7 Technical Evaluation Report that NRO staff can then
8 include in their Safety Evaluation Reports.

9 You know this is beneficial. This level
10 of engagement with the licensing offices is beneficial
11 to our staff because they get a better appreciation
12 for the design criteria that the staff in the
13 licensing offices use to evaluate these reactor
14 designs.

15 One of the key drivers for changes to our
16 Thermal-Hydraulics Research Program is the yearly
17 reductions in funding to participate in international
18 and domestic research programs. I think we touched on
19 this a little bit earlier. An example or for example,
20 this year we may be faced with a decision to not fund
21 two Nuclear Energy Agency Integral Effects Test
22 facilities, ATWS and PKL facilities, and we're having
23 difficulty obtaining funds for experimental programs
24 at some of the domestic research facilities, such as
25 at the Rod Bundle Heat Transfer facility. And as you

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1 know, all of these facilities support verification and
2 validation of these codes in our CFD models.

3 Additionally, and we touched on this a
4 little bit earlier, you know key drivers in this area
5 for us are advanced technology fuels, or enhanced
6 advanced technology fuels, whatever the term is today.

7 VICE CHAIRMAN CORRADINI: Is that the new
8 word?

9 MS. WEBBER: I can't keep up with the
10 terminology changes, quite frankly.

11 VICE CHAIRMAN CORRADINI: Nice to know.
12 I didn't what ATF meant.

13 MS. WEBBER: Yes, advanced technology
14 fuels, formerly known as accident-tolerant fuels.

15 MEMBER REMPE: They pay people to come up
16 with the new acronyms.

17 MS. WEBBER: Yes. Another key driver for
18 us, as I mentioned earlier, is heightened interest on
19 behalf of the industry and Congress on non-light water
20 reactor technologies. And you know there is -- I
21 think I heard a statistic that there is 51 vendors who
22 are interested in designing these non-light water
23 reactor technologies. And that presents some unique
24 challenges trying to target and focus on what are the
25 materials issues or what are the designs that are

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1 going to be most prevalent. And so you know at some
2 point, we have to make some determination on how to
3 focus our precious resources.

4 VICE CHAIRMAN CORRADINI: So I have a
5 question that's probably off in left field. But the
6 DOE is investing heavily on some of this work and they
7 have a program where they bring in the universities.
8 It's called the Nuclear Energy Universities Program,
9 where they're spending something like 20 percent of
10 the budget.

11 Does NRC participate in any of the
12 discussions about directions or do staff members are
13 asked to review some of the proposals?

14 MS. WEBBER: I don't --

15 MR. WEBER: Yes.

16 VICE CHAIRMAN CORRADINI: Okay because I
17 think that's a way to get into the mix in terms of
18 what is going on and how things fit or don't fit. So
19 I mean this is -- you kind of mentioned it when you
20 started talking about advanced somewhere in non-LWR
21 technologies but I do think this is a way to do it.

22 The other thing, too, is is that DOE's
23 normal programs are such that I think NRC, since you
24 don't necessarily want to pay for it but you could
25 evaluate or at least participate in the direction of

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1 it, this would be another way in which you can get it,
2 particularly for the advanced non-light water reactor
3 technologies, where that seems to be the major
4 expenditures within the DOE.

5 MS. WEBBER: Right.

6 MEMBER REMPE: Well, to even go further,
7 there's different types of flavors of NEAPs. There's
8 the Integrated Research Program, which are multi-year,
9 larger efforts. And if you're participating in the
10 selection process, that could be a way to leverage
11 even more of your resources than the little one- or
12 three-year ones to a single university.

13 VICE CHAIRMAN CORRADINI: Yes, I wanted
14 not to use the word selection but at least in the
15 review, to the extent that you can give your feedback
16 as to the relevance because they have a number of
17 criteria in terms of this and, as Joy said, with the
18 IRPs, they are large enough they demand multi-teams
19 which mainly times are industry people as well --
20 industry folks as well as university folks, and lab
21 participants. So that's another way to --

22 MS. WEBBER: Great thought. Yes, great
23 thought.

24 Let's see, I'm going to move on to fuels
25 and neutronics.

1 So our fuels experts have been heavily
2 involved in guiding International Fuel Performance
3 Research Programs to support regulatory applications,
4 including the 50.46 rulemaking and evaluations of
5 performance of high burnup fuel under dry cask storage
6 and transportation conditions, which is work that we
7 do for NMSS.

8 Our neutronic experts have been performing
9 analysis of the effects of high neutron fluences on
10 structural materials outside the beltline of reactors
11 in support of subsequent license renewal and they are
12 developing technical bases for BWR burnup credit that
13 could help mitigate design limitations on spent fuel
14 storage and transportation casks.

15 So, additionally, one of the areas that
16 we've been moving into over the last several months is
17 collaborating with the Department of Energy to make
18 TRACE and the FRAPCON, FRAPTRAN fuel codes
19 interoperable with the DOE CASL and NEAMS codes to
20 leverage DOE's multimillion dollar -- hundreds of
21 millions of dollars' investment in those codes.

22 So we think this will provide us with
23 greater flexibility, analytical flexibility to support
24 future licensing actions involving advanced technology
25 fuels and the non-light water reactor programs.

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1 And I see a question that you have. And
2 It will help us be more cost-effective for the NRC.

3 MEMBER REMPE: Tell me what you mean by
4 interoperable. What does that mean?

5 MS. WEBBER: So this is an area that I am
6 definitely not an expert but I will try my best and I
7 do have an expert if I need to call on Chris Hoxie.

8 My understanding of interoperable is that,
9 for example, our FRAPCON, FRAPTRAN codes will be inked
10 to, for example, MOOSE code and a BISON code so that
11 they can exchange calculations and information back
12 and forth so that we can leverage some of the
13 correlations in some of the DOE codes for which our
14 codes do not have currently have the capability to
15 address.

16 MR. WEBER: If I could add, you know one
17 of the key issues that we would benefit from the
18 committee's perspective on is to what extent do we
19 need to develop our own codes for reactors or to what
20 extent can we rely on other people's codes, other
21 countries' codes, other industry codes.

22 And if you look at the history of what
23 we've done in light water reactors, we spent of
24 hundreds of millions, billions of dollars to develop
25 the current fleet of codes that we rely on and not

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1 just we, but many other parts of the world rely on to
2 ensure nuclear safety.

3 We don't have the time, nor do we have the
4 resources to replicate that same capability, that same
5 approach for consideration of advanced reactors.

6 VICE CHAIRMAN CORRADINI: But in some
7 sense though, I'm not -- let's leave the advanced
8 reactors off the table for a minute. What I think you
9 are talking about, I just think about FRAPCON versus
10 BISON, both fuels codes coupled into a reactor physics
11 calculation or a thermal-hydraulics calculation. To
12 the extent that you have at least participate and can
13 demand certain levels of -- I don't want to use the
14 word QA -- rigor, pick the word you want, so that you
15 actually, even though you're not developing it, you at
16 least can put it through its paces and learn how to
17 use it appropriately. That, I think, is a benefit.

18 I mean just like in the past you have
19 chosen not to do experiments just to duplicate the
20 experiments that the vendors are doing. You
21 essentially observe and look at the data and determine
22 its reliability. In some case, these are just kind of
23 big experiments or numerical experiments such that you
24 need --

25 MEMBER POWERS: There's a dissenting view

1 on that.

2 VICE CHAIRMAN CORRADINI: But I don't
3 think -- I figured there would be a dissenting view.
4 I'm just not sure you want to necessarily invest in
5 this.

6 Let me give you an example that came to us
7 with GSI, since we finished that letter. I thought
8 staff here did an excellent job of using RELAP5-3D and
9 looking for the simplest way to use it to help address
10 an issue, or at least to evaluate the issue that the
11 licensee came up with.

12 To me, that was not doing alternative
13 audit calculations but essentially looking very
14 closely as to what the applicant was doing. I thought
15 that was a very inventive way of doing it. And
16 instead of making it more complex, they chose to find
17 out -- the staff members chose to find out the
18 simplest way to do it, to make sure that they were
19 happy with the calculations and then did side
20 calculations by themselves.

21 So now, I want to the dissenting view.

22 MEMBER REMPE: Before you do that, getting
23 back to the answer to your question because my
24 understanding is BISON is being benchmarked using
25 results from FRAPCON. So to me, what I think you're

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1 doing is you're just linking it and getting nice
2 graphics out with FRAPCON or something.

3 I'd like to hear more about that when you
4 come and talk to the people in the division and
5 understand what's being done.

6 MS. WEBBER: I'd be happy to because I'm
7 clearly not the expert in these codes.

8 MEMBER REMPE: Yes, we don't have to go
9 through it here but I'm just curious on it.

10 MS. WEBBER: Sure, okay.

11 MEMBER KIRCHNER: Maybe -- could I mention
12 I mention the CASL code?

13 MS. WEBBER: Uh-huh.

14 MEMBER KIRCHNER: Are you involved at all
15 with that or I can't mention it?

16 CHAIRMAN BLEY: No, no, I was just going
17 to say don't mention it.

18 MEMBER KIRCHNER: Well, the U.S.
19 Government is investing a lot of money in that.

20 MEMBER REMPE: Yes.

21 MS. WEBBER: So we are actually engaged in
22 meetings with Department of Energy to learn more about
23 the CASL codes, to understand what they are, to figure
24 out where we might be able to utilize some of the work
25 that they've done to either enhance our own codes, or

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1 to use their capabilities.

2 MEMBER KIRCHNER: But we're into a problem
3 like since RELAP was mentioned, it's not the latest
4 and greatest edition. I forget what it is RELAP5-3D,
5 I think.

6 MEMBER REMPE: Yes.

7 MEMBER MARCH-LEUBA: It was mentioned in
8 error, by the way. It was mistakenly.

9 MEMBER KIRCHNER: Okay. Some version of
10 RELAP, whatever, advanced is not approved by the NRC.
11 Is that correct?

12 MEMBER REMPE: It was developed in Idaho
13 and when they separated it, it became RELAP5-3D.

14 MEMBER MARCH-LEUBA: I'm not aware of any
15 LTR that approves RELAP generically.

16 MEMBER KIRCHNER: Generically.

17 MEMBER REMPE: We're going to run out of
18 time, guys. So why don't we let --

19 (Simultaneous speaking.)

20 MEMBER KIRCHNER: Well, let me just put it
21 on the table for when we meet going down the road.

22 MEMBER REMPE: For later on, yes. And by
23 the way, Walt will be leading the interactions with
24 this area.

25 MS. WEBBER: Okay, great.

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1 MEMBER KIRCHNER: I'm concerned about QA
2 and your use of these codes.

3 MS. WEBBER: Okay, sure. I think we are,
4 too. But sure, we'll talk some more about that.

5 In terms of critical skills, I think I
6 mentioned you know we feel like we have the right
7 number of nuclear mechanical engineers to perform
8 thermal-hydraulics and computational fluid dynamics
9 analysis but in the fuels area, that's where we see
10 some gaps across the Agency and will likely need to
11 hire.

12 In the accident progression and source
13 term analysis, yes, so this is an area where we think
14 it's one of the strongest international experimental
15 research programs, in terms of leveraging
16 international resources to benefit NRC's regulatory
17 applications. And I'll just mention a few of the key
18 areas. And if you want more information on the
19 details of the experiments, you know we'd be happy to
20 provide them.

21 So key research topics and programs
22 include iodine absorption, desorption experiments on
23 paint surfaces. I'm sure Dana's probably very
24 familiar with that one.

25 MEMBER POWERS: No, I've never heard of

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1 it, myself.

2 MS. WEBBER: Sour term evaluation
3 experiments --

4 MEMBER POWERS: Where?

5 MS. WEBBER: Source term evaluation
6 experiments to include assessment of stability
7 aerosols in site containment.

8 MEMBER POWERS: I've never heard of that
9 either.

10 MS. WEBBER: Right. And you probably
11 never heard of this one, too, analysis and
12 characterization of Fukushima fuel debris and water
13 characterization.

14 MEMBER POWERS: Never heard of that one,
15 by the way.

16 MS. WEBBER: So NRC actually contributes
17 a very small fraction of the total cost of these kind
18 of research programs and, in return, obtains multiple
19 millions of dollars' worth of data.

20 One small and fruitful example of this is
21 NRC's participation in the Nuclear Energy Agency
22 Senior Expert Group on Safety Research Opportunities
23 Post-Fukushima, known as SAREF, where our
24 participation costs are \$50,000 for four years and
25 we'll obtain about a million dollars in data from that

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1 kind of work.

2 In the consequence analysis area, as you
3 know, the staff is working diligently on the Sequoyah
4 SORCA Study and they're getting ready to brief you on
5 June 6th. They're also working hard to finish the
6 Surry uncertainty analysis and have been providing a
7 significant amount of support to NRR on the
8 development of the cost-benefit analysis guidance.

9 We're also involved in the Level 3 PRA.
10 And that really has been a fruitful activity in terms
11 of helping to maintain and build consequence analysis
12 skills with our staff and also we'll apply the results
13 to other areas like emergency protection atmospheric
14 deposition.

15 And we're going to make some enhancements
16 to the MACCS code in terms of economic and atmospheric
17 models. And a challenge area for us here is to better
18 market the use of this code internationally with our
19 regulatory counterparts internationally.

20 In the radiation protection area, and this
21 is my last slide -- so in this area, it says a much
22 stronger than desirable program management or program
23 oversight focus. We have very few requests for
24 analytical work coming from our regulatory partners.
25 This makes it difficult to maintain critical skills in

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1 the radiation protection and health physics area and
2 it's compounded by the loss of health physics experts
3 to include our own Sami Sherbini, who retired a few
4 months ago. He was the only one who had advanced
5 dosimetry expertise. So this is a key area for us to
6 coordinate and collaborate with the regulatory
7 offices.

8 And then as I mentioned, RAMP has been in
9 existence about two years and its membership in the
10 program is growing steadily. And like CAMP and CSARP,
11 the purpose of RAMP is to develop, maintain, and
12 distribute NRC's many radiation protection dose
13 assessment in emergency response computer codes, both
14 domestically and abroad.

15 And we're also undergoing collaborations
16 with DOE to try to bring in new codes into RAMP so
17 that we could offer a suite of assessment analysis
18 tools that span the whole fuel cycle.

19 MR. WEBER: So, if we bring this
20 presentation to a close and then get into your
21 comments and questions, we continue to seek ACRS
22 assistance in conducting the reviews, the quality of
23 our research. That includes the scope, the approach,
24 the necessity of that research, and how we're
25 developing the research results to apply to support

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1 the mission of the Agency.

2 It would also be of benefit to the staff
3 if the committee continues to highlight emerging
4 technology trends that are of importance to nuclear
5 safety and security in your ongoing reviews.

6 And then monitor the technical
7 competencies of the staff and the core capabilities.
8 I know we frequently hear feedback from the committee,
9 especially if you see declining trends in the
10 capabilities of the staff. And we appreciate your
11 calling those to our attention.

12 So to prepare for this, we went back and
13 reviewed the history of the ACRS reviews and we pulled
14 this first review, which I am not sure is as well-
15 known as some of the other ones. But as you may
16 recall, back in 1977, the Atomic Energy Act was
17 revised to specifically require the committee to do
18 reviews.

19 The legislation passed on December -- or
20 was signed by the President on December 13th and the
21 committee provided its first review to the Congress by
22 December 30th. So I thought that was a remarkable
23 accomplishment in rapid sequence.

24 The committee established six what were
25 then called working groups to review the program. The

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1 working groups, not unlike what's been considered,
2 aligned around the organizational structure of the
3 Office of Nuclear Regulatory Research. You see those
4 groups depicted here. So there were six of those to
5 support this review. I just about the rapidity with
6 which the committee formulated its recommendations
7 back to the Congress but in truth, the House had
8 passed the legislation in May. So the committee used
9 the time between June and December to conduct its
10 work, in fact conducted 26 days' worth of meetings on
11 that research review.

12 By the following year, the committee had
13 set up 11 subcommittees, which were focused on the 11
14 principle components of the Nuclear Safety Research
15 Program. And, again, submitted its research
16 recommendations to the Congress by December.

17 And then, ultimately, this activity was
18 sunset at some point by subsequent congressional
19 legislation. But I thought it was telling with how
20 the committee conducted its review activities back
21 then. That was in NUREG-0392.

22 MEMBER BALLINGER: I don't see Dana's name
23 up there.

24 MR. WEBER: This is not the committee.
25 This is the Office of Research at the time.

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1 MEMBER POWERS: I've got to admit that I
2 got to appear as a supplicant before the ACRS three
3 times in the period from May to December.

4 CHAIRMAN BLEY: It's only ten times what
5 it is now.

6 PARTICIPANT: Yes, was that when it was 50
7 percent of the total budget?

8 MR. WEBER: Yes, that was, I think, on the
9 order of \$140 million and that work was managed by on
10 the order of 70 people; 62 of whom were professional
11 staff and the others were system administrators,
12 program support. So interesting changes that have
13 ensued. And yet when you read this first report, many
14 of the issues that we're still working on remain
15 relevant and important to the country in terms of
16 nuclear safety and security. And of course, at that
17 time, the program included safeguards, research, and
18 other aspects, environmental research.

19 So with that, we're happy to answer --

20 MS. WEBBER: Can I just add one plug? I
21 don't know if any of you have seen this NUREG. This
22 is NUREG-1925 called Research Activities FY2015 to
23 FY2017. It is a very good reference. I'm a new
24 person to Office of Research and it's a very good
25 reference that talks about our research program. So

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1 I just wanted to note that for those of you who have
2 not seen it before, 1925. I'll give you this copy if
3 you want it and we can get you other copies.

4 MR. WEBER: NUREG-1925, Volume 3 and you
5 note the end date on that is 2017. So, we're already
6 working on the next installment of that publication.

7 What we attempted to do here is write it
8 a high level in plainer language so that some of our
9 stakeholders would at least understand what we're
10 embarked on and why it's important from the safety and
11 security perspective.

12 MEMBER POWERS: That citation, of course,
13 is useful but I will have to say sometimes you guys
14 are pretty bad at selling yourselves. You do some
15 marvelous things and act like it was just another day
16 in the park. And whereas I have to admire your
17 modesty, you might think about advertising yourself
18 just a little more.

19 MEMBER CHU: You said you leverage your
20 research with like DOE, EPRI and all this. I'm
21 actually thinking of a longer time horizon. You know
22 the work is getting more and more dangerous and the
23 threats are becoming more and more sophisticated.
24 I've been wondering if you leverage your work with
25 DHS. You do.

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1 MR. WEBER: We have no ongoing cooperation
2 with DHS, other than through interagency functions.
3 We do participate on a variety of those that are
4 coordinated through the Office of Science of
5 Technology Policy. So but beyond that, I would say
6 today most of the work that you and I might look at
7 and say well, that's research, it's actually being
8 done in the Office of Nuclear Security and Instant
9 Response.

10 When the 9/11 attacks occurred, our office
11 largely had very little expertise remaining that could
12 support security and safeguards work. And so we've
13 continued to build up those capabilities and, of
14 course, we did a lot on aircraft impact analysis after
15 the 9/11 attacks. But it is an area that we're
16 discussing with the Office of Nuclear Security and
17 Instant Response to get the research into Research and
18 also to then build on that, leveraging the other
19 organizations like DHS and other parts of the Federal
20 Government.

21 MEMBER CHU: I want to make sure the right
22 organization is doing the right stuff you know so it's
23 not bureaucratically separated and actually there are
24 gaps. Okay, thank you.

25 CHAIRMAN BLEY: I want to follow-up on

1 what Dana said. And I'll give a plug. I see Mark
2 Henry Salley in the back. Out of the whole
3 organization, he's done a lot with publishing in small
4 easy to read form what's going on in the fire area
5 that's very useful and I think that some of that in
6 the other areas would go a long way to letting people
7 know more about what goes on.

8 MEMBER KIRCHNER: I wanted to ask a
9 question, not well formulated I think. I'm going over
10 the history you shared that more and more of your
11 research is being done internally versus contracted.
12 Fine but by its very nature, it probably becomes more
13 and more, I don't want to say theoretical, but paper-
14 bound, more -- less experimental, more code-heavy
15 oriented, understandably.

16 How do you -- do you see challenges in
17 maintaining your core competency as a practicing
18 organization because of not just the budget
19 constraints but the changes that you're facing?

20 CHAIRMAN BLEY: Can I add on to Walt's
21 before you answer? I don't know if you do this but
22 when you do have these cooperative efforts and you
23 find things like out at NIST and at other labs do your
24 people get out and participate in that kind of -- I
25 think that's what you were after in those real

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1 experiments hands-on things?

2 MEMBER KIRCHNER: With travel budgets and

3 --

4 CHAIRMAN BLEY: Yes, to do it.

5 MR. WEBER: Well, I appreciate the
6 question. It is an area that we do focus on quite a
7 bit because you're right, if we don't get out and do
8 those things, then we do tend to do more of the code
9 work and analytical work in-house and less and less
10 experimental work.

11 MEMBER KIRCHNER: You don't believe your
12 codes after a while. I was a code developer.

13 MR. WEBER: I started at the Agency as a
14 code user doing performance assessment way back. So,
15 I know the value of validating and verifying codes.

16 So you mentioned Mark Salley. Mark's
17 staff have access to NIST and, in fact, go out and do
18 hands-on research on fire safety at NIST. The recent
19 work we were talking about with the alkali-silica
20 reaction, Jake Phillip, our principle investigator,
21 was out at NIST participating in the design of the
22 experiment, the pour of the concrete, the
23 establishment of the instrumentation. So, to the
24 extent we can, we do try to leverage those
25 capabilities.

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1 There are certain areas where we just
2 can't replicate the capabilities of organizations like
3 the National Laboratories. For example, if you have
4 alpha-contaminated material, you're going to need hot
5 cells. It would be prohibitively expensive for the
6 NRC to maintain our own capabilities.

7 And that's what Kim was mentioning with
8 Rod Bundle Heat Transfer facility and other unique
9 facilities, not just here in the United States but
10 also abroad. So, we've conducted experiments abroad
11 as part of these cooperative activities and we've sent
12 our researchers so they could be there as part of the
13 team, doing the actual hands-on --

14 VICE CHAIRMAN CORRADINI: I was going to
15 say the Kathy (phonetic) test that Peter Yarsky just
16 went with --

17 MR. WEBER: Correct.

18 VICE CHAIRMAN CORRADINI: -- I can't
19 remember, Tarek?

20 MS. WEBBER: Tarek Zaki.

21 VICE CHAIRMAN CORRADINI: Yes.

22 MR. WEBER: Right.

23 MEMBER POWERS: It's a firm lesson learned
24 from a long history of being involved in foreign
25 research. When you just give them the money and tell

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1 them to go off, you get nothing back. When you're
2 actually involved in the planning and conduct of the
3 experiment, then you oftentimes get a lot back.

4 MS. WEBBER: Yes.

5 MR. WEBER: If I could just build on that,
6 that's been our experience and it's key to maintaining
7 the core capabilities. If we don't do the research,
8 we would not be able to maintain those capabilities
9 and that would not be what we've been asked by the
10 Commission to do.

11 MEMBER REMPE: So with that, there aren't
12 any more -- Pete, it looks like you really want to say
13 something.

14 MEMBER RICCARDELLA: Well, I just wanted
15 to maybe seek some input. Joy mentioned in the
16 beginning that we're considering revising the nature
17 of our report and the way we go about doing our
18 biennial review and I just wanted to -- what would you
19 like to see in that report? What do you think would
20 be the most productive way for us to --

21 MR. WEBER: The high quality advice we
22 continue to get from the ACRS on the adequacy of our
23 research program.

24 I don't think we're particular with how we
25 get it. What matters more is that we get it. And you

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1 all are experts. That's why you're on the ACRS.
2 You've got a diversity of experience. We would ask
3 you to harness in providing feedback to us.

4 We're not in the business of just looking
5 for positive feedback. Now, hopefully, we will get
6 positive feedback. But if, at times, your view as a
7 body is no, you need the tough love. You need the
8 feedback because we're going off in the wrong
9 direction. That's what we need to hear from the ACRS.

10 MEMBER REMPE: Well, I hope, as we go
11 forward, that you will continue to help us focus our
12 attention where it needs to be focused but, as you can
13 tell, we also have our own ideas we want to pound on.

14 Anyway, I want to thank each of you for
15 coming and giving these presentations and I want to
16 thank my colleagues for their active participation in
17 this meeting. And I don't think we need to have
18 public comments in an information briefing, or do we,
19 Mr. Chairman?

20 CHAIRMAN BLEY: Yes, I think we probably
21 ought to ask if there are any.

22 MEMBER REMPE: Okay, is there anyone in
23 the audience? It looks like it's maybe staff but is
24 there anyone who has a desire to make a comment at
25 this time?

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1 And I'm not sure if the phone lines are
2 open.

3 CHAIRMAN BLEY: I believe there's a phone
4 line. There should be a phone line.

5 MEMBER REMPE: Okay, so we'll get the
6 phone line open. But sure, go ahead. You need to
7 state your name, by the way.

8 MR. SCOTT: This is Harold Scott,
9 Research. Could I mention the document number about
10 the capabilities you asked about, the 29 and 39
11 capabilities that SECY-97-075, S-E-C-Y dash 9-7 dash
12 0-7-5, you can probably look it up. Does that sound
13 right, Mike?

14 MR. WEBER: That's right.

15 MEMBER REMPE: Okay, anyone else in the
16 audience?

17 Is the phone line open?

18 CHAIRMAN BLEY: There's no comments.

19 MEMBER REMPE: Thank you. Is there anyone
20 out there who wants to make a comment at this time?

21 And with that, I'll turn it back over to
22 you, Mr. Chairman.

23 CHAIRMAN BLEY: Thank you very much.

24 MEMBER POWERS: I just have to inject.
25 You need to make me Nathan and Sue work harder.

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1 (Laughter.)

2 CHAIRMAN BLEY: We're recessed until 3:45.

3 (Whereupon, the above-entitled matter went
4 off the record.)

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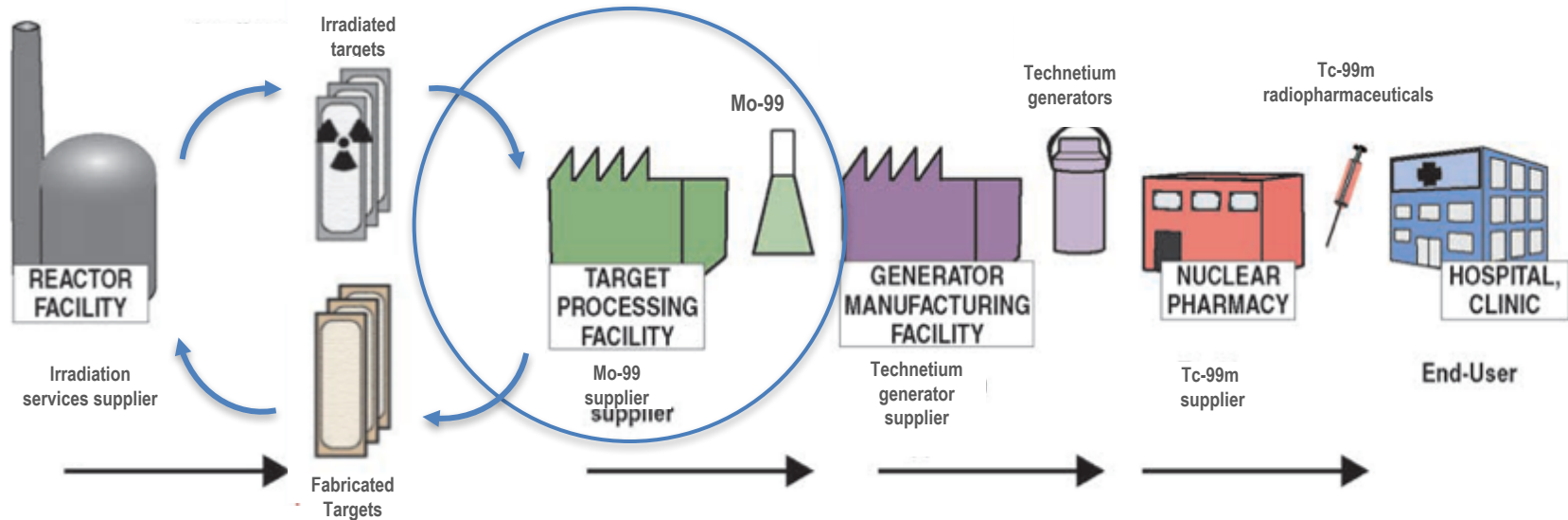
Northwest Medical Isotopes, LLC Overview



Advisory Reactor Safeguards Committee (Full) Public Meeting

May 5, 2017

Business Model



➤ Captive Network of University Research Reactors

- Reliability/assurance of supply
- Multiple shipments/week

➤ Radioisotope Production Facility (RPF)

- Fabrication of LEU targets
- Mo-99 production
- Uranium recycle and recovery

➤ Domestic Mo-99 Generator Distributors

- Hold FDA Drug Master File
- No changes to generators
- No changes to supply chain



NWMI Team

Commercial Irradiation Services University Reactors



Radioisotope Production Facility

Engineering Design

ATKINS



Technology Demonstration



**Narodowe Centrum Badań Jądrowych
National Centre for Nuclear Research
Świerk**

Nuclear Criticality, Shielding, and Safety Analysis

ATKINS

Preconstruction/Construction

MCCARTHY

Environmental Assessments and Permitting



University Reactor Network and NWMI Location



Third reactor selection complete; not yet socialized

Facility Siting – Discovery Ridge Research Park

- University system-owned 550-acre research park
- NWMI “anchor” for radioisotope ecosystem; two existing companies
- RPF would be located in Lot 15 of the Discover Ridge Phase II section (54.9 acres)
- Lot 15 is 7.4 acres and contains no existing structures



Facility Site Layout – Lot 15

Source: MU, 2011, “Phasing Overview,” Maps and Roads, Research Parks & Incubators, Discovery Ridge, www.umsystem.edu/umrpi/discoveryridge/maps, University of Missouri, Columbia, Missouri, accessed July 2013.

NRC Licensing Strategy

- Submit one (1) application that meets all applicable regulations for construction/operation for RPF

10 CFR 50 Activities

- Irradiated target receipt
- Irradiated target disassembly
- Target dissolution
- Mo-99 separations, purification, and packaging
- Uranium (U) recycle and recovery
- Waste management
- Associated laboratory and support

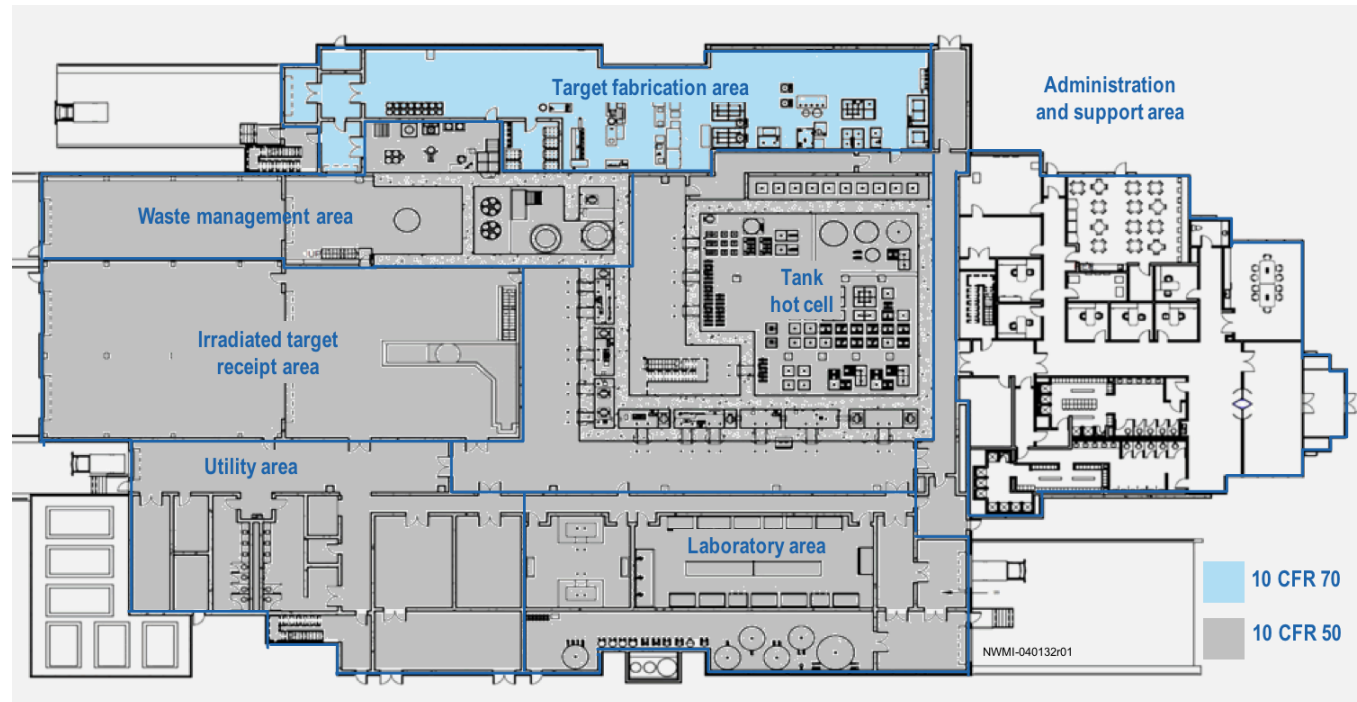
10 CFR 70 Activities

- Receipt of LEU (from DOE)
- Production of LEU target material
- Target fabrication and testing
- Shipping/loading of fabricated targets
- Laboratory and support areas

10 CFR 30 Activities

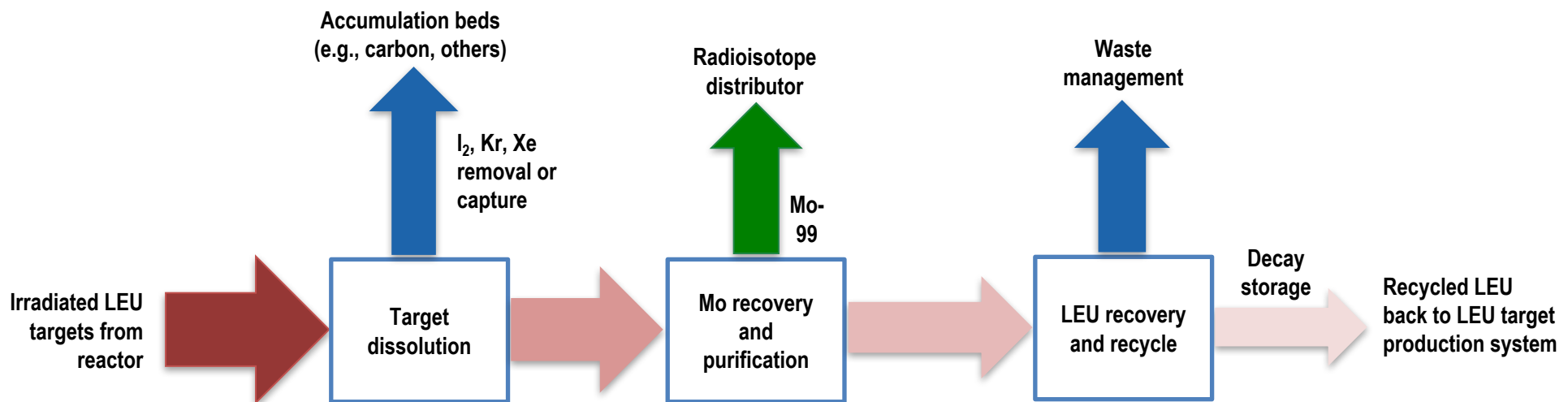
- Handling of byproduct material

- University reactor(s) and cask licensee(s) will amend their current operating licenses

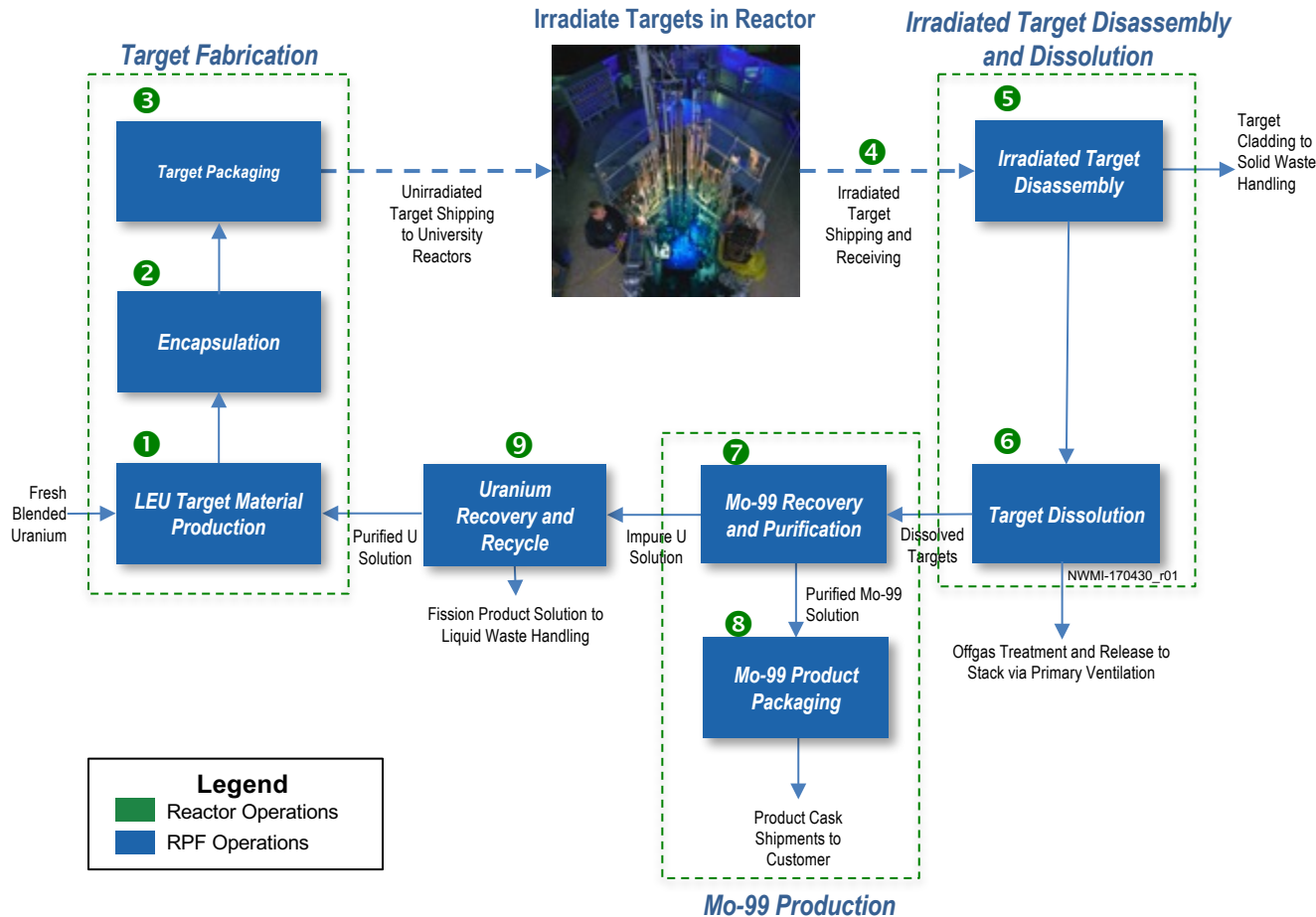


Primary Assumptions

- Single radioisotope production facility → RPF
 - RPF includes target fabrication, Mo-99 production, and uranium recycle and recovery
 - Simple/straightforward chemistry processes
 - Mo-99 produced using a fission-based method – “Gold Standard” using LEU
 - Nominal capacity 3,500 6-day Ci; surge capacity of 1,500 6-day Ci
- Use network of university reactors
 - Use same target design for all reactors
 - Intellectual Property obtained
 - U.S., Australia, Russia, South Africa, Korea → Allowed
 - India, Europe, China → Pending
- Fission product releases will comply with environmental release criteria
- Generate Class A, B, and C wastes; no greater than Class C (GTCC) waste

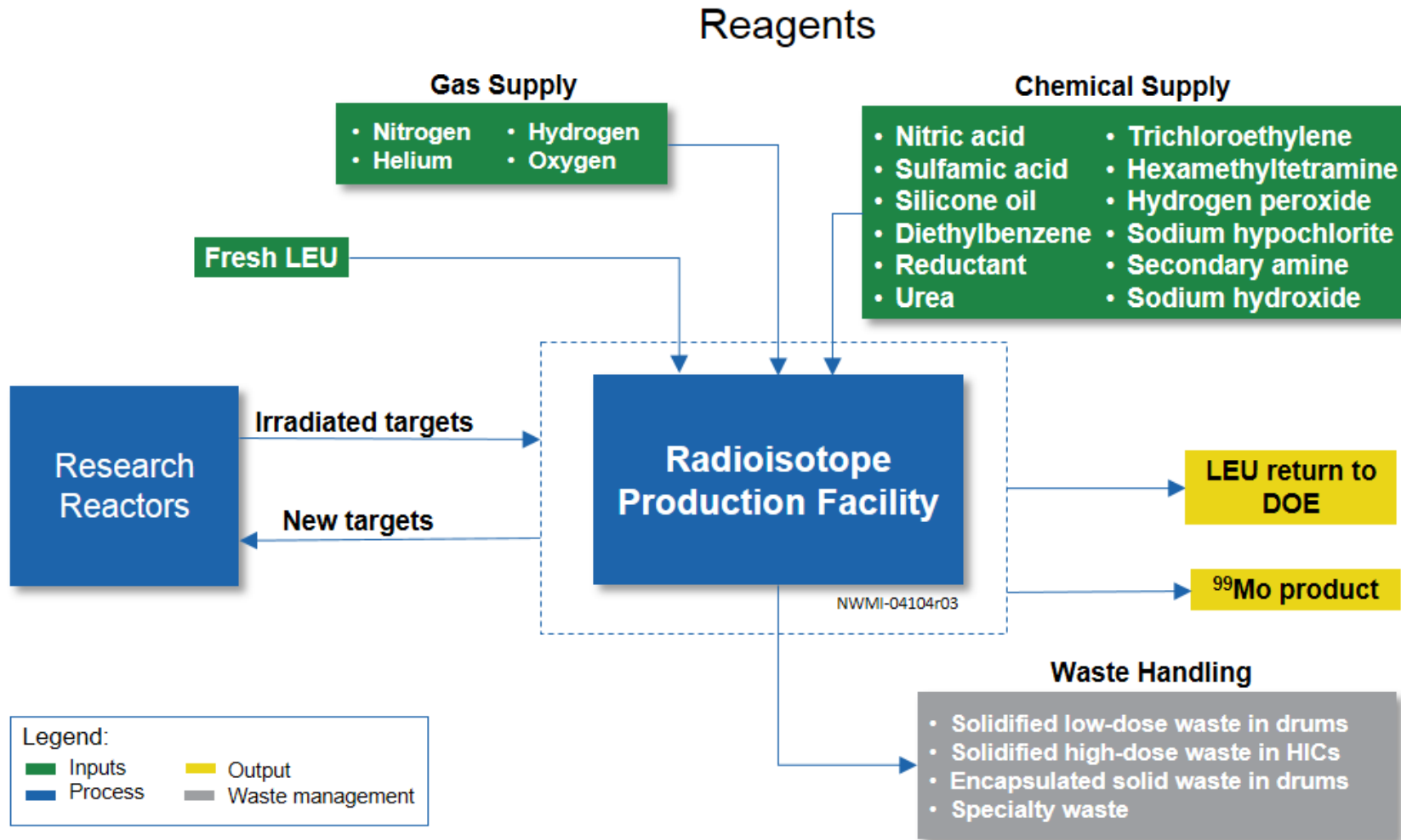


RPF Process Flow Diagram



- 1 LEU target material is fabricated (both fresh LEU and recycled U)
- 2 LEU target material encapsulated using metal cladding → LEU target
- 3 LEU targets are packaged and shipped to university reactors for irradiation
- 4 After irradiation, targets are shipped back to RPF
- 5 Irradiated LEU targets disassembled
- 6 Irradiated LEU targets dissolved into a solution for processing
- 7 Dissolved LEU solution is processed to recover and purify Mo-99
- 8 Purified Mo-99 is packaged/shipped to a radiopharmaceutical distributor
- 9 LEU solution is treated to recover U and is recycled back to Step 1

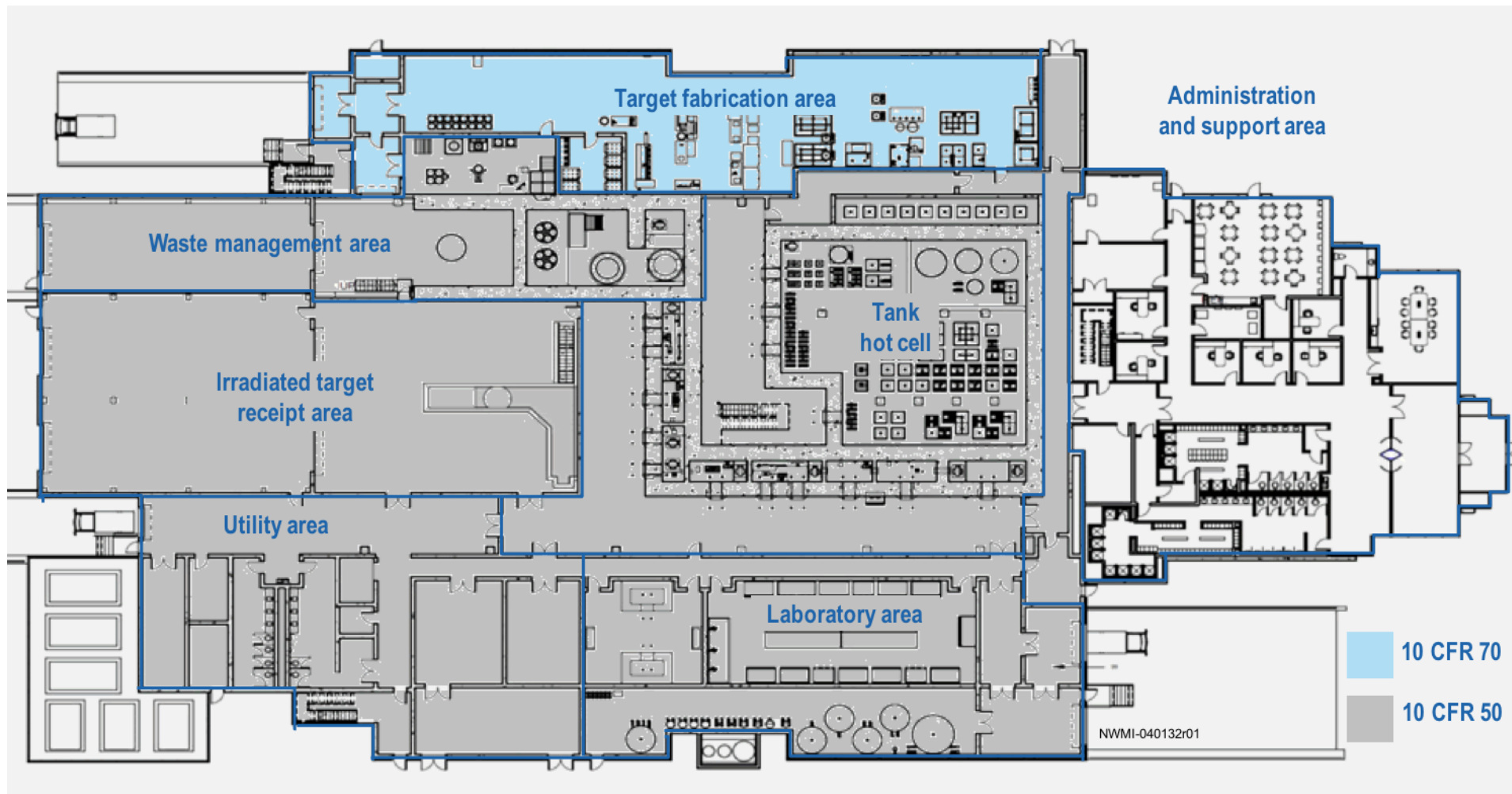
Reagent, Product, and Waste Summary Flow Diagram



Legend:

 Inputs	 Output
 Process	 Waste management

Radioisotope Production Facility Layout

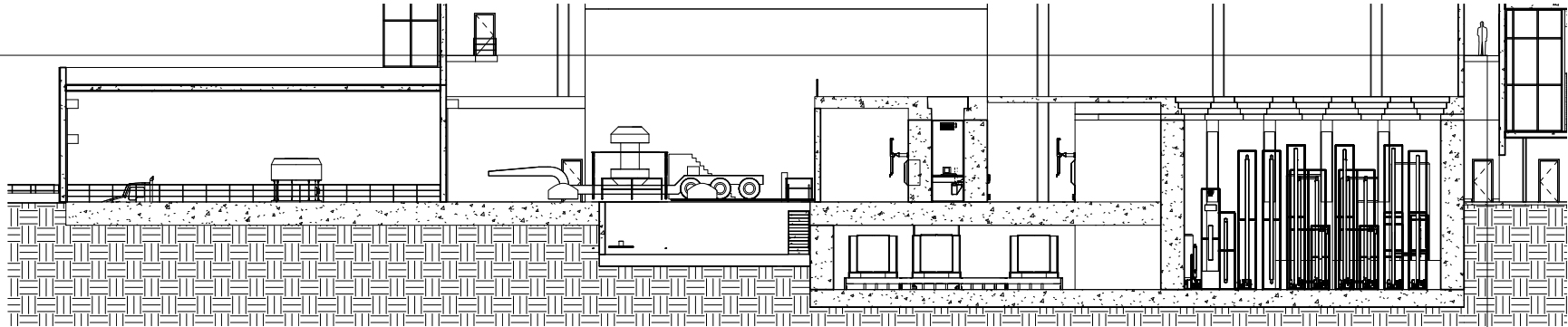


Facility Description

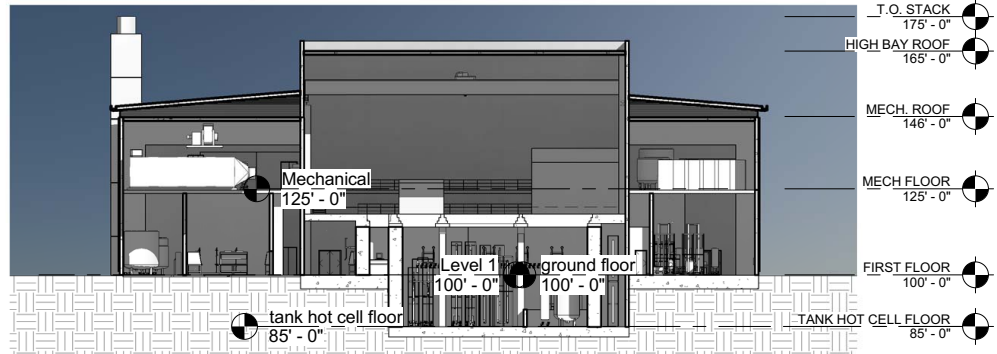
- RPF size → ~350 ft x 185 ft
- First and second level footprint ~46,000 ft²
 - First level → Target fabrication, hot cell processing, waste management, laboratory, utilities, and ops administration
 - Second level → (utility, ventilation, offgas equipment)
- Basement ~5,800 ft² (tank hot cell, waste management decay area)
- Administration Building (outside of secured RPF area) ~10,000 ft²
- Building height – 65 ft
- Top of exhaust stack – 75 ft
- Mechanical area, second floor – 46 ft
- Loading dock (back) roof – 20 ft
- Support and admin (front) roof – 12 ft
- Depth below-grade – 15 ft



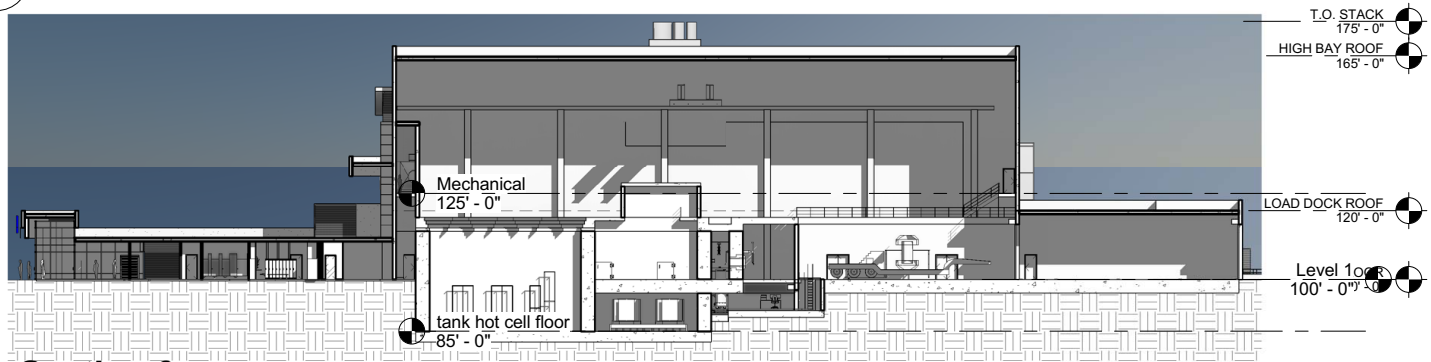
Facility Cross-Sections



1 Section 1



2 Section 2



3 Section 3

Facility Cross-Sections



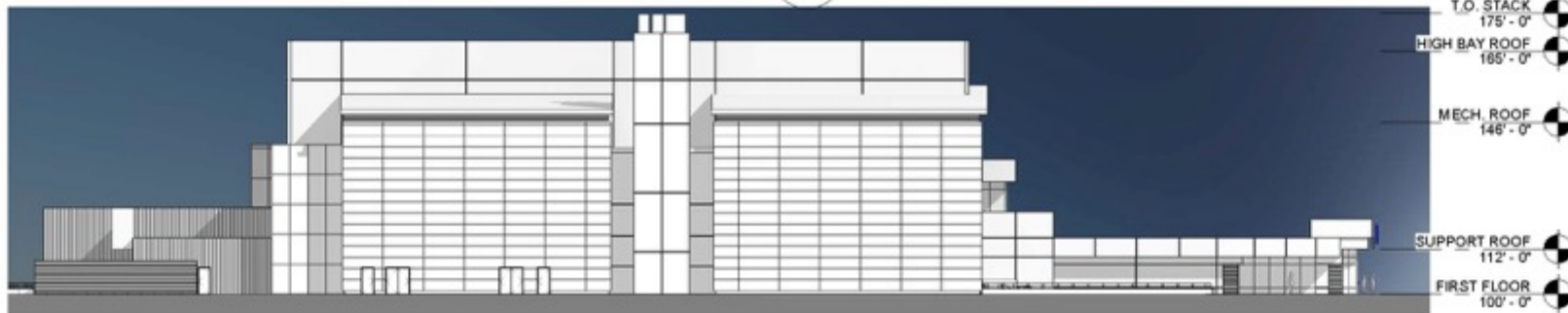
1 East Elevation



2 South Elevation



3 North Elevation



4 West Elevation

Target Fabrication Summary – Steps ①, ②, and ③

- LEU Target Material Production (Step ①) (internal gelation process)
 1. Recycled uranyl nitrate is mixed with uranyl nitrate produced by dissolution of fresh U metal and is converted to ADUN using a solvent extraction process (selectively removes nitrate ions from the solution)
 2. Resulting ADUN is evaporated to achieve desired uranium concentration and chilled before mixing with urea and HMTA to form a gelation broth
 3. Broth is then injected into a column of heated silicone oil
 4. LEU target material is filtered out from silicon oil (at column base) and washed with a solvent, ammonium hydroxide, and water
 5. LEU target material is then reduced in a stream of dilute hydrogen within a furnace at a high temperature
 6. Finally, LEU target material is sampled and analyzed to ensure that it meets all quality requirements

Acronyms

ADUN – acid-deficient uranyl nitrate

HMTA – hydroxymethyltetramine

Target Fabrication Summary – Steps ①, ②, and ③ (cont.)

- Encapsulation (Step ②)
 1. Target hardware is prefabricated and cleaned before entering RPF
 2. Targets are filled with LEU target materials and helium cover gas
 3. Once targets have been loaded and welded, they undergo inspection and quality assurance (QA) checks, including leak testing
 4. Targets that pass QA checks are shipped to University reactors for irradiation
 5. Targets that fail QA checks are disassembled and LEU target material is recycled, and hardware is cleaned and disposed of as nonradioactive scrap
- Target packaging and shipment (Step ③)
 1. Assembled targets are loaded into shipping casks for transport to University reactors
 2. Transport will be via ground transportation

Convert fresh and recycled uranium into LEU target material and then load into target hardware for shipping to university reactors for irradiation

Requires no shielding; all equipment is contact-handled

Target Receipt, Disassembly, and Dissolution – Steps ④, ⑤, and ⑥

- Target receipt and disassembly (Steps ④ and ⑤)
 1. Irradiated targets are received in shielded shipping casks
 2. Irradiated LEU targets are moved into hot cell via a below-grade tunnel to hot cell access point that mates up with either shipping cask or a transfer cask
 3. Targets are disassembled by puncturing target, collecting any fission product gases, opening target, and transferring irradiated LEU target material into a transfer container

Spent target hardware is inspected and disposed of as solid waste

- Target dissolution (Step ⑥)
 1. Irradiated LEU target material is transferred into a dissolver and dissolved in hot nitric acid
→ operated in a “batch” fashion
 2. Dissolver solution is diluted, cooled, filtered, and pumped to Mo-99 system feed tank
 3. Offgas will go through a series of cleanup columns
 - Nitrogen oxides (NO_x) is removed by a reflux condenser and several NO_x absorbers
 - Fission product gases (noble and iodine) are captured on absorbers
 - Remaining offgas is discharged into process ventilation header

Mo-99 Product Recovery and Purification System (Steps 7 and 8)

- Mo-99 recovery and purification (Step 7)
 1. Dissolver solution is pumped through 1st IX column (Mo-99 recovery)
 - Mo-99 and trace components are absorbed onto IX media
 - U and most of fission products contaminants flow through column and are sent to U lag storage tanks
 2. Mo-99 is eluted from first column and purified in 2nd and 3rd IX column
 - Product purification process primarily consists of a series of chemical adjustments and IX columns to remove unwanted isotopes from Mo-99 product solution
 - Remaining waste solutions will be sampled and sent to low- or high-dose waste storage tanks
- Mo-99 product packaging and shipping (Step 8)
 1. Product solution is sampled to verify compliance with radiopharmaceutical acceptance criteria
 2. Product solution is put in clean vials and then placed into shipping container liner in hot cell then transferred outside hot cell and loaded in to shipping containers
 3. Shipping containers are surveyed and manifested for transport Mo-99 product is transported via air or ground transportation depending on which radiopharmaceutical distributor is receiving shipment

Uranium Recovery and Recycle Summary (Step 9)

➤ 1st Stage U Recovery

1. 1st stage Mo-99 IX column LEU stream is held in lag storage tanks to allow decay of select radionuclides
2. Decayed U solution is diluted and pumped through 1st stage IX columns to separate bulk fission product contaminants
3. U is eluted from IX columns, and concentrator/condenser is then used to concentrate eluate for 2nd stage IX U recovery

Waste (from step 2) is sampled and sent to high-dose liquid waste accumulation tank

Condensate is sent to low-dose liquid waste accumulation tank

➤ 2nd Stage U Recovery

1. Interim U product solution is processed through a 2nd stage IX column to remove trace contaminants
2. U is eluted from the IX columns, and a concentrator/condenser is used to control volume of recycled U product
3. Final U product solution is sampled to confirm that it meets recycle specifications

Waste is sampled and sent to the high-dose liquid waste accumulation tank

Condensate is sent to low-dose liquid waste accumulation tank

- Product U lag storage → Allows for ²³⁷U decay in U product solutions to contact-handled levels, then returned to target fabrication system

Waste Management System (3 Subsystems)

1. Liquid Waste System

- Consists of storage tanks for accumulating waste liquids and adjusting waste composition
- Split into high-dose and low-dose streams by concentration
 - High-dose fraction is further concentrated, adjusted, and mixed with adsorbent material
 - Portion of low-dose fraction is expected to be suitable for recycle to selected systems as process water
 - Water that is not recycled is adjusted and then mixed with an adsorbent material
 - Both solidified streams are held for decay and then shipped to a disposal facility

2. Solid Waste System

- Consists of an area for collection and staging of solid wastes
- Solids placed in waste drums and encapsulated by adding cement material to fill any voids
- Will be held for decay and then shipped to a disposal facility

3. Specialty Waste System

- Addresses small quantities of unique wastes generated (e.g., solvent waste, silicone oil, facility maintenance fluids, spent batteries/fluorescent lighting tubes, personal protective equipment)
- Waste streams are containerized, stabilized, and shipped offsite for treatment and disposal
- Goal is to reuse specialized waste to reduce waste and operational costs

Process Offgas Systems

- Dissolver offgas subsystem
 - Connected directly to process vessels associated with irradiated target dissolution process and is located in hot cell tank pit
 - Two primary features
 1. Recover NO_x from the nitric acid dissolution of irradiated targets
 2. Capture fission product gases released from irradiated targets
- Iodine potential offgas subsystem
 - Connected directly to process vessels or equipment that contain tellurium isotopes that decay and form iodine isotopes
 - Iodine capture system is included to ensure that any iodine evolving from the process is captured on treatment media
- LEU target/target fabrication offgas subsystem
 - Connected directly to process vessels and equipment that are associated with LEU material production of target fabrication process → primary process is general offgas filtration
 - Controls/design features are required to maintain reducing gas within flammability limits

All offgas systems are connected directly to process vessels and maintains a negative pressure
All subsystems merge together at process offgas filter train

Ventilation – Four Confinement Zones

- **Zone I** – Initial confinement barrier
 - Includes gloveboxes, fume hoods, open front gloveboxes, vessels, tanks, piping, hot cells and Zone I exhaust subsystem
- **Zone II** – Secondary confinement subsystem
 - Includes walls, floors, ceilings, and doors of laboratories containing gloveboxes, high-efficiency particulate air (HEPA) filter rooms, and Zone II ventilation exhaust subsystem
- **Zone III** – Tertiary confinement barrier
 - Includes walls floor, ceilings and doors of corridor that surrounds operating galleries and mechanical mezzanine
- **Zone IV** – Traditional confinement zone and is reserved for characterizing positively pressurized areas, served by unitary, non-safety, and commercial-grade equipment
 - Includes administration support area, truck bays, and maintenance utility areas

Integrated Safety Analysis Methodology

- RPF was evaluated using the integrated safety analysis (ISA) process
 - Preliminary hazards analysis (PHA)
 - Follow-on development and completion of quantitative risk assessments (QRA) to address events and hazards identified in the PHA as requiring further evaluation
- Accident sequences were evaluated qualitatively to identify likelihood and severity using event frequencies and consequence categories consistent with regulatory guidelines
- Each event with an adverse consequence (involving licensed material or its byproducts) was evaluated for risk using a risk matrix that enables user(s) to identify unacceptable intermediate- and high-consequence risks
 - Items relied on for safety (IROFS) were developed to prevent or mitigate consequences of events
 - Risks were reduced to acceptable frequencies through preventive or mitigative IROFS
- Event trees analysis was used (certain circumstances)
 - Provided quantitative failure analysis data (failure frequencies)
 - Quantitatively analyzed an event from its basic initiators to demonstrate that quantitative failure frequencies are highly unlikely under normal standard industrial conditions (i.e., no IROFS required)
- Management measures were identified to ensure that IROFS failure frequency used in analysis was preserved and IROFS are able to perform intended function when needed
- Translation of IROFS (10 CFR Part 70) to technical specifications (10 CFR Part 50) will be developed

Preliminary Hazard Analysis

- Completed PHA on eight “systems”; 107 nodes were evaluated (PHA tables ~300 pages)
- ~140 accident sequences were identified for additional evaluation; 75 accident sequences were evaluated in QRAs
- 8 QRAs were completed, covering 75 accidents; 1 QRA addressed chemical accidents

Qualitative Risk Assessment Documents

Radioisotope Production Facility Preliminary Hazards Analysis

Radioisotope Production Facility Integrated Safety Analysis Summary

Chemical Safety Process Upsets

Process Upsets Associated with Passive Engineering Controls Leading to Accidental Criticality Accident Sequences

Criticality Accident Sequences that Involve Uranium Entering a System Not Intended for Uranium Service

Criticality Accident Sequences that Involve High Uranium Content in Side Waste Stream

Facility Fires and Explosions Leading to Uncontrolled Release of Fissile Material, High- and Low-Dose Radionuclides

Radiological Accident Sequences in Confinement Boundaries (including Ventilation Systems)

Administratively Controlled Enrichment, Mass, Container Volume, and Interaction Limit Process Upsets Leading to Accidental Criticality Accident Sequences

Receipt and Shipping Events

Natural Phenomenon and Man-Made Events on Safety Features and Items Relied on for Safety

Shielding Analysis

- Source terms were calculated based on radionuclide inventory for various process streams
- SCALE v6.1.3 version of ORIGEN-S code was used to decay the stream radionuclide inventories and generate photon source spectra
- Dose rates were computed using ICRP 74 flux-to-dose conversion factors in rotational geometry
- Shielding process
 - Monte Carlo N-Particle (MCNP) model was used to evaluate process components
 - Materials, geometry, source term
 - Tallies, variance reduction
 - Calculation, post-process
 - Five process areas considered
- Shield wall design was completed
 - Deep penetration problem requiring advanced variance reduction, elaborate source description
 - Hot cell penetrations analyzed

Criticality Analysis

- “First principles” were used as bases for equipment design and process area layouts
 - Geometry constraints (e.g., pencil tank diameters)
 - Tank array spacing (conservative)
 - Transition from “safe-geometry” process equipment to less-restricted waste staging and processing equipment was considered
- Evaluations and analysis
 - MCNP code validation and upper subcritical limits for all areas of applicability
 - Defined operation/process to identify range of parameters t
 - 92 criticality safety experiments
 - Defined area of applicability (AoA)
 - Project-specific single-parameter criticality limits for U enrichment, forms, and basic geometries
- Criticality safety evaluations (CSE)
 - Normal operating conditions described
 - Criticality hazard evaluation
 - Contingency analysis
 - Double contingency controls

Criticality Safety Evaluation Documents

Irradiated Target Handling and Disassembly

Irradiated LEU Target Dissolution

Mo-99 Recovery and Purification

LEU Target Material Production

Target Fabrication Uranium Solution Processes (Wet)

Target Fabrication (Dry)

Target/Can Storage and Cart

Uranium Recovery and Recycle

Liquid Waste Processing

Solid Waste Collection, Encapsulation, and Staging

Offgas and Ventilation

Target Transport Cask and Drum Handling

Analytical Laboratory

Calculations

- *Single Parameter Subcritical Limits for 20 wt% ²³⁵U - Uranium Metal, Uranium Oxide, and Homogenous Water Mixtures*
- *Irradiated Target LEU Material Dissolution*
- *55-Gallon Drum Arrays*
- *Single Parameter Subcritical Limits for 20 wt% ²³⁵U - LEU Target Material*
- *Target Fabrication Tanks, Wet Processes, and Storage*
- *Hot Cell Tank Pit*

Transportation

- Fresh LEU and unirradiated targets
 - ES-3100 Package (Certificate of Compliance No. 9315) (NRC, 2005)
- Irradiated targets
 - BEA Research Reactor cask or similar (Certificate of Compliance No. 9341)
 - Irradiated targets will be contained in basket structures that are specifically designed for NWMI's target and provide for optimum heat rejection and criticality control
- Mo-99 product
 - Medical Isotope Depleted Uranium Shielded (MIDUS) Type B(U) container (Certificate of Compliance USA/9320/B(U)-96)
- Radioactive waste
 - High-dose radioactive waste
 - High-integrity containers (e.g., Model 10-160B cask)
 - Low-dose radioactive waste
 - Waste drums (208 L [55-gal])

Questions?



Technology and Licensing Overview of the Northwest Medical Isotopes Radioisotope Production Facility

Office of Nuclear Reactor Regulation
Office of Nuclear Material Safety and Safeguards
U.S. Nuclear Regulatory Commission
May 5, 2017

Introductions

- **Michael Balazik** - Project Manger, Research and Test Reactors Licensing Branch, Division of Policy and Rulemaking, Office of Nuclear Reactor Regulation
- **David Tiktinsky** - Senior Project Manager, Fuel Manufacturing Branch, Division of Fuel Cycle Safety, Safeguards, and Environmental Review, Office of Nuclear Material Safety and Safeguards
- **Alexander Adams, Jr.** - Chief, Research and Test Reactors Licensing Branch, Division of Policy and Rulemaking, Office of Nuclear Reactor Regulation

Purpose

- To provide an overview of the Northwest Medical Isotopes (NWMI) construction permit (CP) application
- To provide an overview of the NWMI proposed facility activities/technologies
- To provide an overview of the licensing approach of NWMI's proposed facility

Overview of the NWMI Process

- NWMI proposes to produce ^{99}Mo from irradiating low-enriched uranium targets at existing research reactors
 - University of Missouri - Columbia (10 Megawatts)
 - Oregon State University (1.1 Megawatts)
- Proposes to fabricate targets at the radioisotope production facility (RPF) using new and recycled uranium enriched to 19.9 weight percent
- Processes, activities, and hazards similar to fuel-cycle facility

Overview of the NWMI Application

- NWMI has submitted a 10 CFR Part 50 construction permit application, for a RPF to:
 - Disassemble and dissolve uranium targets
 - Recover and purify molybdenum-99 (^{99}Mo)
 - Recover and recycle uranium
- Two-part construction permit application
 - Environmental Report docketed (May 2015)
 - Preliminary Safety Analysis Report (PSAR) docketed (Dec 2015)
- Future 10 CFR Part 70 information or application for possession and use of special nuclear material (SNM) to be submitted (safety evaluation of target fabrication to be conducted prior to facility operation)
- Proposes to construct facility in Columbia, Missouri

Overview of NWMI Activities

- Target processing - 10 CFR Part 50 (CP and OL)
 - Disassembly, dissolve, and concentrate
 - ^{99}Mo recovery and purification
 - Product packaged and shipped to radiopharmaceutical distributor
- Uranium recovery & recycle - 10 CFR Part 50 (CP and OL)
 - Separation, concentration, and purification
 - Recycle into new targets
- Waste management - 10 CFR Part 50 (CP and OL)
 - Encapsulation
 - Storage for decay
 - Waste shipments

Overview of NWMI Activities (cont.)

- Target fabrication - 10 CFR Part 70 (Future application)
 - Preparation of low enriched uranium targets for irradiation
 - Target encapsulation
 - Target transportation to research reactors
- Target irradiation -10 CFR Part 50 (License Amendment)
 - By research reactors (MURR and OSU)
- Byproduct material licensing - 10 CFR Part 30

NRC Licensing Approach

- RPF consists of several hot cell structures, which meet the 10 CFR 50.2 definition of *production facility*
- 10 CFR 50.2 defines *production facility* as:
 - Any facility designed or used for the processing of irradiated materials containing special nuclear material...
 - Based on batch size (i.e., greater than 100 grams)
- While NRC has historically licensed production facilities, no such facilities currently operating
 - Issuance of SHINE construction permit (*utilization* and *production* facilities)

NRC Licensing Approach (cont.)

- Technology involved in target fabrication activity similar to fuel-cycle technology
 - Does not meet the definition of either a *utilization* or *production facility* (10 CFR Part 50)
- Applicability of 10 CFR Part 70 to target fabrication
 - Receive title to, own, acquire, deliver, receive, possess, use, and transfer SNM
 - Scrap recovery of SNM
 - 10 CFR Part 70, Subpart H requirements apply
 - Possess greater than critical mass of SNM
 - Processes to prepare targets and associated hazards similar to fuel-cycle facilities

Regulatory Guidance and Acceptance Criteria

- NUREG-1537, “Guidelines for Preparing and Reviewing Applications for the Licensing of Non-Power Reactors”
- Interim Staff Guidance Augmenting NUREG-1537
 - Radioisotope production facilities
 - Aqueous homogeneous reactors
 - Incorporates relevant non-reactor guidance from NUREG-1520, “Standard Review Plan for the Review of a License Application for a Fuel Cycle Facility, Rev. 1”
- Other guidance (e.g., regulatory guides and ANSI/ANS standards) and engineering judgment used, as appropriate, to make construction permit findings

NUREG-1537 Review Areas

- | | |
|--|---|
| 1. The Facility/Introduction | 11. Radiation Protection and Waste Management |
| 2. Site Characteristics | |
| 3. Design of Structures, Systems, and Components | 12. Conduct of Operations |
| 4. Facility Description | 13. Accident Analysis |
| 5. Coolant Systems | 14. Technical Specifications |
| 6. Engineered Safety Features | 15. Financial Qualifications |
| 7. Instrumentation and Control | 16. Other License Considerations* |
| 8. Electrical Power Systems | 17. Decommissioning* |
| 9. Auxiliary Systems | 18. Uranium Conversions* |
| 10. Experimental Facilities* | 19. Environmental Review |

*Not applicable to the NWMI construction permit application

BOLD – Chapters presented to ACRS Subcommittee

Construction Permit Requirements

- Some regulations applicable to NWMI construction permit:
 - 10 CFR 50.22, Commercial and industrial facility licenses
 - 10 CFR 50.30, Environmental Report
 - 10 CFR 50.34(a), Preliminary safety analysis report
 - 10 CFR 20.1201, Occupational dose requirements
 - 10 CFR 20.1301, Public and accident dose requirements
 - 10 CFR 50.35, Issuance of construction permits
- Note: 10 CFR 70.61, Performance Requirements
- 10 CFR Part 50, Appendices A, “General Design Criteria....,” and B, “Quality Assurance Criteria...,” are only applicable to nuclear power.
- 10 CFR Part 100, “Reactor Site Criteria,” siting and accident dose criteria are only applicable to nuclear power reactors and testing facilities.

Construction Permit Findings

- A construction permit may be issued per 10 CFR 50.35, if:
 - The applicant has described the proposed design, including the principal architectural and engineering criteria for the design and identified major features or components for the protection of the public health and safety
 - Further technical or design information that completes the safety analysis, and which can reasonably be left for later consideration, will be supplied in the FSAR
 - Safety features or components requiring research and development have been identified and the applicant will conduct a research and development program reasonably designed to resolve associated safety questions
 - There is reasonable assurance that safety questions will be resolved prior to the completion of construction and the proposed facility can be constructed without undue risk to the health and safety of the public

Construction Permit Findings (cont.)

- Issuance of a construction permit considers whether the following standards in 10 CFR 50.40 and 50.50 have been met:
 - There is reasonable assurance: (i) that construction of the facility will not endanger the health and safety of the public, and (ii) that construction activities can be conducted in compliance with the Commission's regulations
 - The applicant is technically and financially qualified to engage in the proposed activity
 - The issuance of a construction permit would not be inimical to the common defense and security or to the health and safety of the public
 - The applicable environmental requirements of subpart A of 10 CFR Part 51 have been satisfied
 - The application meets the standards and requirements of the AEA and the Commission's regulations, and that notifications, if any, to other agencies or bodies have been duly made

Construction Permit vs. Operating License

- Construction permit (10 CFR 50.35)
 - Allows licensee to proceed with construction based on preliminary design information
 - Does not approve of the safety of any design feature or specification unless specifically requested by the applicant
- Operating license (10 CFR 50.57)
 - Allows licensee to operate the facility based on final design
 - Issued when, among other things, construction of the facility is substantially completed in accordance with NRC requirements and there is reasonable assurance that the activities authorized by the license will not endanger the public health and safety

Technical Review Focus Areas

- Accident analyses as presented in PSAR and Integrated Safety Analyses Summary
- Chemical and Radiological hazards
- Prevention of Criticality

Status of Safety Evaluation Report

- Staff is nearing completion of technical review of NWMI PSAR
- All NWMI's responses to requests for information (RAI) received to this point
- NWMI plans on submitting revised PSAR incorporating all RAI responses to date
- Completion of Safety Evaluation Report by October 2017

ACRS Subcommittee Meetings

- ACRS Subcommittee scheduled meeting dates
 - June 19, 2017
 - July 11, 2017
 - August 22, 2017
 - August 23, 2017
- Presenting selected Safety Evaluation (SE) chapters that are technically linked and complete
- SE chapters for discussion on June 19:
 - Chapter 1 - The Facility/Introduction
 - Chapter 2 - Site Characteristics
 - Chapter 4 - Facility Description
 - Chapter 5 - Coolant Systems

Enhancing Research Oversight

Presentation to the Advisory
Committee on Reactor Safeguards
May 5, 2017



Overview

- Overview
 - Selecting Research Projects
 - ACRS Assistance
- Need for Research
- Defining the Scope of NRC Research
- Core Capabilities
- Planning and Budgeting Research
- Anticipating Research Needs
 - Engineering
 - Risk Analysis
 - Systems Analysis
- ACRS Assistance
- Discussion



Focus Questions

- How does NRC select research projects?
- How can ACRS best assist the NRC staff?



Need for Research

- Authorized by Congress in 1974
 - Highlighted in Conference Committee Report
 - Needed for effective performance of licensing and related regulatory functions
 - Ensured professional competence and means to evaluate data and procedures to determine adequacy of applications and operation



Need for Research

- Affirmed in 1997 by Commission in Direction Setting Issue 22
 - Conduct balanced portfolio of confirmatory and anticipatory research
 - Focus on issues of highest safety and regulatory significance
 - Maintain technical core capabilities
 - Prioritize international research and integrate into program
 - Leverage cooperation with industry research



Need for Research

- Commission affirms the need
 - Establishing agency budget (annually)
 - Reporting and tracking research projects (October 2015)
 - Project Aim (June 2015)
 - Common Prioritization (November 2015)
 - Rebaselining (April 2016)



Defining Research Scope

- Staff Requirements Memoranda
- Research User Needs ~ 75%
- Research Assistance Requests
- Research Plans
 - Confirmatory research
 - Anticipatory research
- Core Capabilities
- Regulatory Support



Key Research Areas

- Thermal Hydraulics
- Fuel and reactor core behavior
- Severe accidents and accident consequences
- Radiation effects and environmental protection
- Risk analysis
- Human Reliability and human factors
- Fire protection and fire safety
- External events
- Materials performance and degradation
- Structural performance
- Digital instrumentation and controls and electrical systems



Core Capabilities

- Approved by the Commission in SECY 98-076, April 1998
- Considered “workload based” and “expertise driven” approaches
- 29 capabilities for NRC (96 FTE) and Contractor Support (\$34M)
- Most capabilities as relevant now as back in 1998
- Challenging to forecast emerging needs

Planning and Budgeting

- Research planning and budgeting developed through NRC Planning, Budgeting, and Performance Management (PBPM) process
 - Operating Reactors (~ 80%)
 - New Reactors (~ 20%)
 - Remaining business lines
- Research Operating Plan
- Enhanced Reporting and Tracking
- Control Points

Research Budgets

- Varied throughout NRC history
- Large percentage of agency budget in early years
- Declined throughout agency history
- Spiked following key events
- Leveraged domestic and international partnerships and grants
- Supported by Commission and ACRS

Anticipating Research Needs

- Engineering – John Nakoski
- Risk Analysis – Mark Thaggard
- Systems Analysis – Kimberly Webber

Division of Engineering – Landscape

Research Areas	FY17 Estimated Contracts (K)	FY17 Estimated FTE	Contacts
Digital I&C and Electrical Engineering	\$2,500	13	Ian Jung Kenn Miller
Materials Degradation, Aging, and Component Integrity	\$9,500	20	Istvan Frankl Raj Iyengar
Structural, Seismic, and Geotechnical Engineering	\$1,700	11	Dogan Seber
Regulatory Guides, Generic Issues, and Codes and Standards	\$500	9	Tom Boyce

Digital I&C and Electrical Engineering

- Protection Against Common Cause Failure in Digital I&C Systems
- Impact of Digital I&C on Licensing Basis Changes
- Acceptance of Commercial Off-The-Shelf Digital Equipment
- Modernization of the I&C Regulatory Infrastructure
- Cyber Security
- Electrical Component Qualification
 - Cable Degradation Mechanisms



Materials Degradation, Aging, and Component Integrity

- Probabilistic Fracture Mechanics Assessment Tools
- Primary Water and Irradiation Assisted Stress Corrosion Cracking
- Reactor Pressure Vessel Embrittlement
- Steam Generator Tube Integrity
- Non-Destructive Examination (NDE) Evaluation Techniques and Tools
- Spent Fuel Storage Cask Degradation and NDE
- Neutron Absorbing Materials Degradation
- Advanced Non-Light Water Reactor Materials



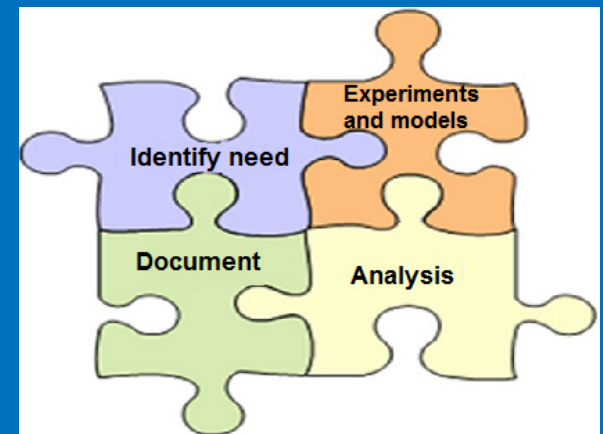
Structural, Seismic, and Geotechnical Engineering

- Concrete Degradation Through Alkali-Silica Reaction
- Irradiation Related Degradation of Concrete Structures
- Aging of Pre-Stressed Concrete Structures
- Seismic Hazards, Including Source Ground Motion and Site Response
- Risk-Informed Performance-Based Seismic Safety
- Probabilistic Soil Liquefaction Analysis



Regulatory Guides, Generic Issues, and Codes and Standards

- Review and Update of Regulatory Guides
- Generic Issues
 - Debris Accumulation Assessment (GI-191)
 - Implication of Seismic Hazards Estimates (GI-199)
 - Flooding of Nuclear Power Plant Sites (GI-204)
 - High Energy Arc Faults (HEAFs) with Aluminum (Pre-GI)
- NRC Participation in Standards Development Organizations
- Feasibility Study Requests to incubate new areas of potential research



Division of Risk Assessment - Landscape

Program Area	FY17 Est. Contracts (K)	FY17 Est. (FTE)	Key Tools/Programs	Contacts
Probabilistic Risk Assessment (PRA) Methods and Tools	\$5,600	23	SPAR, SAPHIRE, RASP Handbook, ASP Program	Kevin Coyne, John Nakoski, Nathan Siu
Human Factors & Human Reliability Analysis (HRA)	\$1,100	10	IDHEAS, SACADA	Sean Peters
Fire Research	\$1,200	8	Fire PRA guidance, National Fire Protection Assn. (NFPA)-805	Mark Henry Salley
Flooding & External Hazards	\$1,500	6	Probabilistic Flood Hazard Assessment	Mark Henry Salley, Tom Nicholson

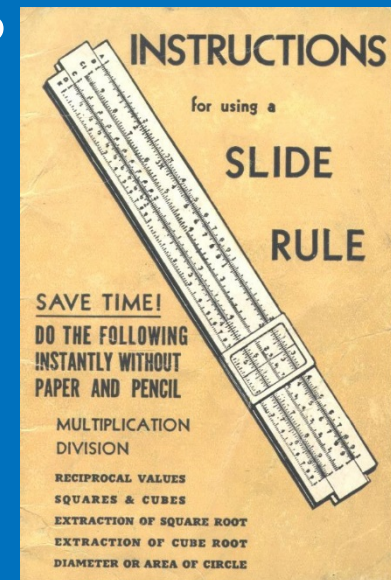
DRA – Primary Research Areas

- Development of Probabilistic Risk Assessment (PRA) methods and models
- Human Factors and Human Reliability Analysis
- Fire assessment
- Flooding assessment



Anticipated Research - PRA

- Continue updating models (SPAR/SAPPHIRE)
- Greater emphasis on realism in modeling
 - Addition of all hazards, FLEX equipment, RCP seals
 - Insights from Level 3 PRA project
 - Development of new reactor design SPAR models
- Potential advanced PRA methods
 - dynamic PRA
 - use of advanced statistical methods
 - use of knowledge engineering
- Development of a precursor-based index to support agency decision making



Anticipated Research – HF/HRA

- Human factors guidance development
 - Advanced control room technologies
 - non-destructive examination techniques
 - drug and alcohol testing
- Improved HRA methods -
IDHEAS (Integrated Human Event Analysis System)
- Use of SACADA (*Scenario Authoring Characterization & Debriefing Application*) for updating human error probabilities



Anticipated Research - Fire/Flooding

- Fire PRA
 - Continued focus on improving realism in fire PRAs
 - High Energy Arc Faults (HEAF)
 - Entered into the Generic Issues Program (GI-205)
 - OECD/NEA Testing Program
- Probabilistic Flood Hazard Assessment

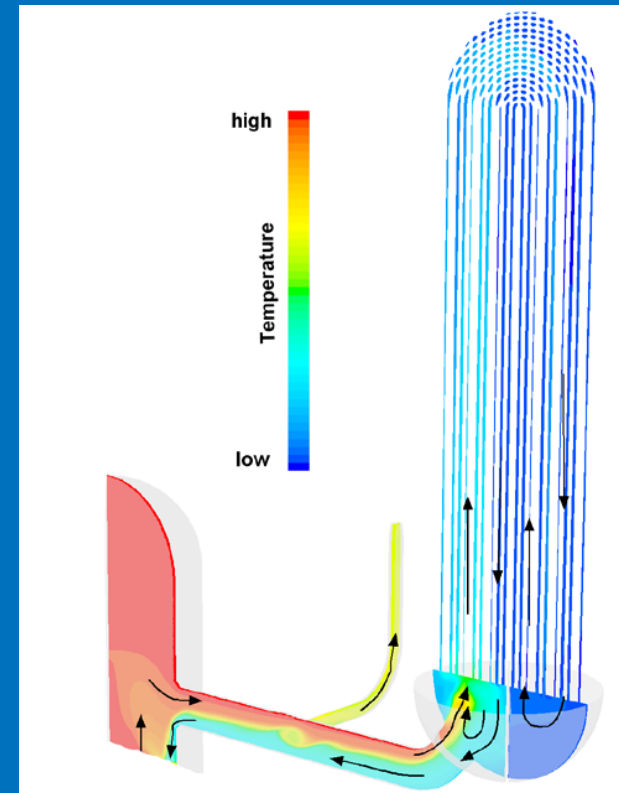


Division of Safety Systems and Analysis - Landscape

Research Areas	FY17 Est. Contracts (K)	FY17 Est. FTE	Key Tools	Contacts
Thermal-Hydraulics Analysis	\$2,265	15.3	TRACE, SNAP, and CFD	Chris Hoxie, Steve Bajorek, Chris Boyd, Ghani Zigh
Fuels and Neutronics Analysis	\$1,729	6.8	PARCS, SCALE, FRAPCON/FRAPTRAN	Richard Lee
Accident Progression and Source Term Analysis	\$1,716	6.7	MELCOR	Richard Lee, Ed Fuller
Consequence Analysis	\$1,340	5.0	MACCS, WINMACCS, and SecPop	Pat Santiago
Radiation Protection Analysis	\$1,477	7.8	RADTRAD, RASCAL, Gale, Pimal, Radiological Toolbox, VARSKIN, HABIT, DandD, VSP, Mildos, and RESRAD	Rebecca Tadesse

Thermal-Hydraulic and CFD Analysis

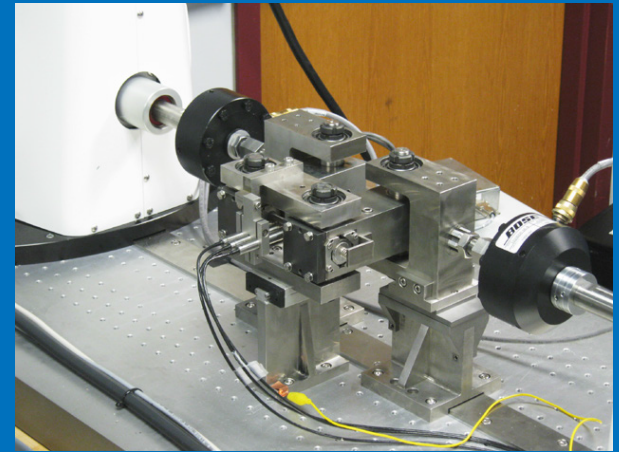
- Recent Key Items:
 - NuScale Confirmatory Calculations
 - BWR ATWS Licensing Support
 - 50.46c Preparations
 - NuScale Thermal Mixing
- Future Drivers and Issues:
 - International Leverage
 - Advanced Technology Fuels
 - Non-LWR Technologies
 - Uncertainty Methods



Hot Gases during a Postulated Severe Accident using CFD

Fuel and Neutronic Analysis

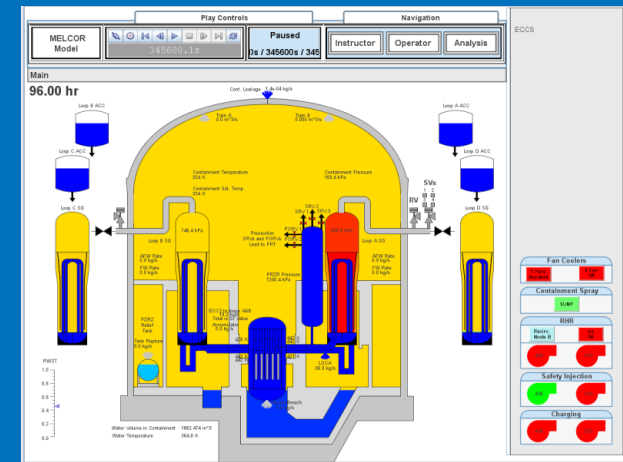
- Recent Key Items:
 - 50.46c Rulemaking
 - Concrete Fluence
 - BWR Burnup Credit
- Future Drivers and Issues:
 - Advanced Technology Fuels
 - Non-LWR Technologies
 - Interoperability with DOE Codes



Testing of Irradiated Materials

Accident Progression and Source Term Analysis

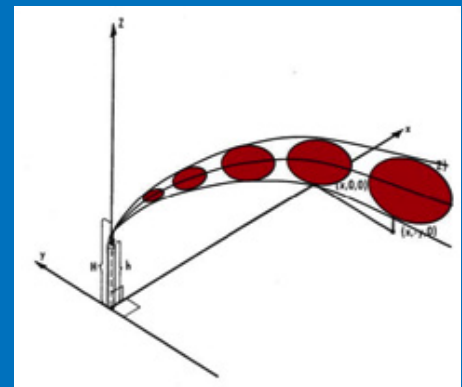
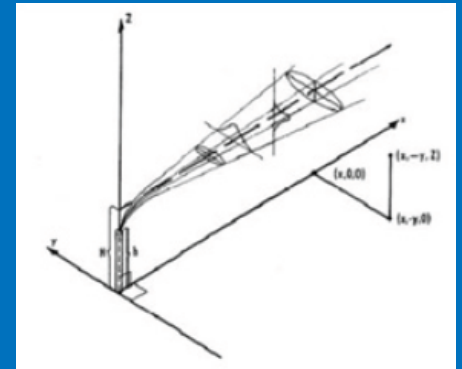
- Recent Key Items:
 - Fukushima NTF
 - Application of Alternate Source Term (RG 1.183)
 - International Collaborations
- Future Drivers and Issues:
 - Advanced Technology Fuels
 - Non-LWR Technologies
 - MELCOR 3.0
 - Long-Term Fukushima Activity



Severe Accident Progression using MELCOR and SNAP

Consequence Analysis

- Recent Key Items:
 - Sequoyah SOARCA
 - SOARCA Uncertainty Analysis
 - Regulatory Analysis Support
- Future Drivers and Issues:
 - Level 3 PRA
 - MACCS Enhancement
 - Emergency Planning Issues
 - Increased Resource Leverage



MACCS Plume and Puff Modeling

Radiation Protection Analysis

- Recent Key Items:
 - Initiation of RAMP
 - NCRP Report on Dose to the Lens of the Eye
 - Dose and Abnormal Occurrence Reporting
- Future Drivers and Issues:
 - Increasing RAMP Participation
 - Stabilizing Code Development and Maintenance
 - Stimulating Analysis Work
 - Skill Erosion
 - Non-LWR Technologies



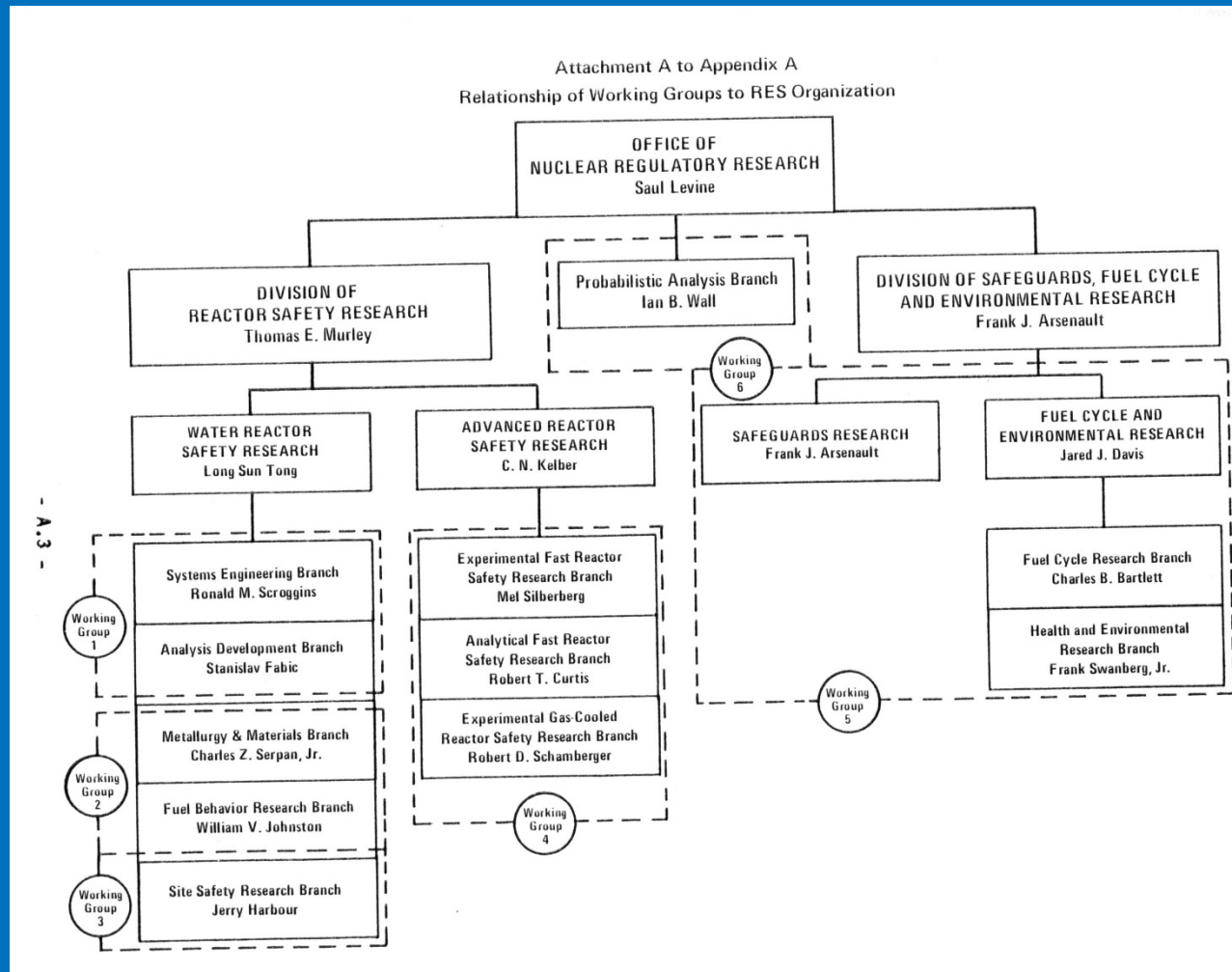
Radiation Worker Taking
Measurements

ACRS Assistance

- Conduct reviews of the quality of research
- Highlight emerging technology trends of importance to nuclear safety and security
- Monitor technical competencies and core capabilities

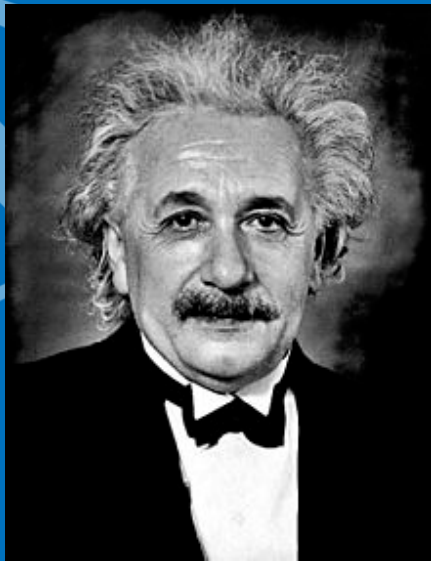


First ACRS Research Review



Discussion

“Equations are much more important to me, because politics is for the present, while ... an equation is for eternity”



Albert Einstein