## Official Transcript of Proceedings USARC NUCLEAR REGULATORY COMMISSION USARC

OFFICE OF THE SECRETARY
RULEMAKINGS AND
ADJUDICATIONS STAFF

Title:

**Duke Energy Corporation: McGuire Nuclear** 

Station; Catawba Nuclear Station

**Docket Number:** 

50-369-LR et al.

Location:

(Telephone Conference)

Date:

Friday, January 31, 2003

Work Order No.:

**NRC-732** 

Pages 1182-1203

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1	UNITED STATES OF AMERICA
2	NUCLEAR REGULATORY COMMISSION
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4	ATOMIC SAFETY AND LICENSING BOARD PANEL
5	LICENSING RENEWAL
6	TELEPHONE CONFERENCE CALL
7	
8	x
9	IN THE MATTER OF : Docket Nos.
10	DUKE ENERGY CORPORATION : 50-369-LR
11	(McGuire Nuclear Station, : 50-370-LR
12	Units 1 & 2, Catawba Nuclear : 50-413-LR
13	Station, Units 1 & 2) : 50-414-LR
14	x
15	Friday,
16	January 31, 2003
17	
18	The above-entitled matter came on for hearing,
19	pursuant to notice, at 10:00 a.m.
20	
21	BEFORE:
22	THE HONORABLE ANN MARSHALL YOUNG, Chair
23	THE HONORABLE CHARLES N. KELBER
24	THE HONORABLE LESTER S. RUBENSTEIN
25	

1	APPEARANCES	! <b>:</b>
2		
3	On Be	half of the Licensee, Duke Energy Corp.:
4		DAVID A. REPKA, ESQ.
5		ANNE W. COTTINGHAM, ESQ.
6	Of:	Winston & Strawn
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11	AND	
12		LISA F. VAUGHN, ESQ.
13	Of:	Duke Energy Corporation
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15		Charlotte, NC 28202
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17	On Be	half of the Nuclear Regulatory Commission:
18		SUSAN L. UTTAL, ESQ.
19		ANTONIO FERNANDEZ, ESQ.
20		U.S. Nuclear Regulatory Commission
21		Office of the General Counsel
22		Mail Stop-0-14D21
23		Washington, D.C. 20555-0001
24		
25		

1	APPEARANCES	: (cont.)
2		
3	On Be	half of the Intervenors:
4		DIANE CURRAN, ESQ.
5	Of:	Harmon, Curran, Spielberg & Eisenberg
6		Suite 600
7		1726 M Street, N.W.
8		Washington, D.C. 20036
9	AND	
10		MARY OLSON, Director Southeast Office
11	Of:	Nuclear Information and Resource Service
12		729 Haywood Road, 1-A
13		P.O. Box 7586
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15		
16	ALSO	PRESENT:
17		LOUIS ZELLER
18		Blue Ridge Environmental Defense League
19		P.O. Box 88
20		Glendale Springs, NC 28629
21		
22		DR. EDWIN LYMAN
23		Nuclear Control Institute
24		
25		

1	ALSO PRESENT:
2	Michael Barrett, Duke Energy
3	Duncan Brewer, Duke Energy
4	Bob Gill, Duke Energy
5	Greg Robinson, Duke Energy
6	Michael S. Tuckman, Duke Energy
7	Rani Franovich, NRC
8	Robert Palla, NRC
9	Brooke Smith, NRC
10	James Wilson, NRC
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## P-R-O-C-E-E-D-I-N-G-S

10:01 a.m.

CHAIRPERSON YOUNG: This is Judge Young, and I have Judge Kelber with me, and I heard Judge Rubenstein earlier. I'm going start with the staff.

MS. UTTAL: Good morning. This is Susan Uttal. I'm here with Antonio Fernandez, co-counsel of Brooke Smith, who's a member of OGC, and Robert Palla, who's a staff member.

CHAIRPERSON YOUNG: And, let's see, for Duke?

MR. REPKA: This is David Repka and I'm here in Charlotte with a number of people: Lisa Vaughn, Michael Tuckman, Duncan Brewer, Michael Barrett, Greg Robinson and Bob Gill. I think all the names and spellings and titles are probably on the record previously. I can go through that if you'd like. And in addition, we have, as I think Ms. Cottingham noted, Ms. Cottingham in my office in Washington.

CHAIRPERSON YOUNG: I think, court reporter, you have all the names and spellings already, don't you, or do you any more -- any of them?

COURT REPORTER: I have most of them but I can go over them at the end if you'd rather.

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WASHINGTON, D.C. 20005-3701

1 CHAIRPERSON YOUNG: Okay. And then Ms. 2 Curran? MS. CURRAN: This is Diane Curran. 3 Hi. and I was hoping that Dr. Lyman and Lou Zeller would 4 5 be on the phone, but I'm not sure they are. 6 MS. OLSON: And Mary Olson is on the line. 7 CHAIRPERSON YOUNG: Okay. Well, I think 8 we can go ahead and get started on some things. 9 Board really was thinking that we wouldn't get into 10 any substantive issues today. Did someone else just 11 join us? This is Lou Zeller. 12 MR. ZELLER: Yes. CHAIRPERSON YOUNG: Okay. Hi. I was just 13 14 saying the Board, in discussing the case, we do not 15 anticipate getting into any substantive issues today, but we thought that we should substantively talk about 16 some procedural issues, scheduling issues. 17 The first thing that we have on our agenda 18 is that we have read all the parties' submissions with 19 regard to Duke's Motion to Dismiss and given the 20 responses in light of the Commission's order in LI-02-21 28, that's LI-02-28, we will grant Duke's motion to 22 dismiss the original Contention 2, and we will 23 memorialize this in an order following up on this 24

conference.

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1	Before moving on to the other two items
2	that the Commission has directed us to resolve, which
3	would be the amended contention and discovery, we
4	would like to ask the parties whether there are any
5	other issues that you would like us to address anymore
6	late filed contentions expected? I guess we presume
7	not since I think the it's been more than 30 days
8	since the final SEIS, I'm not quite sure about the
9	SERs. But is there anything else besides the amended
10	contention and discovery that any of you would like to
11	raise?
12	MS. CURRAN: This is Diane Curran. I
13	don't have anything else to raise.
14	MR. REPKA: And this is Dave Repka. We
15	have nothing to raise at Duke, although we certainly
16	would like to discuss the other two issues.
17	MS. UTTAL: This is the staff, Susan
18	Uttal. We have nothing else to raise.
19	CHAIRPERSON YOUNG: All right. First of
20	all, on discovery, in discussing this among ourselves,
21	we see this as being something that we would not need
22	to resolve until after we've ruled on the amended
23	contention.
24	(Bird singing in background.)
25	CHAIRPERSON YOUNG: Excuse us, it will

1	stop in a minute.
2	MS. CURRAN: Sounds like a tufted-
3	titmouse.
4	CHAIRPERSON YOUNG: I'm not sure what it
5	is.
6	MR. REPKA: It's not me.
7	(Laughter.)
8	CHAIRPERSON YOUNG: Okay. As I was
9	saying, we considered that we would not need to make
10	any rulings on discovery until after we had ruled on
11	the amended contention. Does any party disagree with
12	that or see that there's anything that we would need
13	to resolve at this point?
14	MR. REPKA: This is Dave Repka. No, we
15	don't disagree with that at all. I think that's
16	consistent with the Commission's view that the issue
17	of admissibility of contentions comes first.
18	MS. CURRAN: This is Diane Curran. We
19	would agree with that.
20	MS. UTTAL: Staff agrees also, Your Honor.
21	CHAIRPERSON YOUNG: Okay. Then we're
22	through talking did someone else just join us?
23	MR. LYMAN: This is Ed Lyman from Nuclear
24	Control Institute.
25	CHAIRPERSON YOUNG: This is Judge Young.

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We're just about to start talking about the amended I believe it's -- I can't remember the contention. exact date, but I believe we had gotten through half the first four parts of the A part contention when we held oral argument the obviously, telephone. And, light in of the Commission's recent order, there may be some other considerations that might apply to all parts of the amended contention.

We would like to hear what the parties have to say about further oral arguments, how and where to conduct that. Have you discussed this among yourselves? If not, go one by one and tell us what -- Ms. Curran, maybe we could start with you since if you're representing your party.

MS. CURRAN: We haven't discussed this, and we think it's appropriate to go ahead and finish the oral argument. And we had previously asked if we could do that in person, because it is difficult to do it over the telephone, and we would repeat the request.

MR. REPKA: This is Dave Repka for Duke. We were certainly prepared today to go ahead and have that argument on the amended contention. With respect to the first four that we've already had argument, I

1	think that the Commission's decision in LI-02-28 and
2	the fact that the SEIS has issued put even the first
3	four that we've previously argued in a whole new
4	light, and I think there is an overarching issue of
5	the continuing validity of any of the amended
6	contentions related to this
7	(Phone problems.)
8	CHAIRPERSON YOUNG: Hello? Mr. Repka, we
9	lost you somewhere in there. Does someone maybe have
10	the phone out? There's some noise that's in it that's
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12	MS. CURRAN: Did that help? This is Diane
13	Curran. I was using a headphone. I wonder if that
14	might have
15	CHAIRPERSON YOUNG: Oh, I don't know. It
16	seems to have gone.
17	MS. CURRAN: Okay.
18	CHAIRPERSON YOUNG: So it might help.
19	MR. REPKA: I guess this is Dave Repka
20	again. What I was saying is we were prepared to argue
21	the contentions today, the issue of the viability of
22	the amended contentions. I think that the issuance of
23	the Commission's decision and the SEIS in the last few
24	weeks or so put even the original four contentions
25	that we already argued in a new light. It raises

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questions about their continuing viability -- the continuing viability of any of the eight proposed amended contentions. So I think that those are arguments that need to be heard.

As I said, we were prepared to do that today, and I don't think that argument is restricted to the last four is the point I want to make. We believe that to the extent that any of the amended contentions are addressing the same evaluation of the issue first identified in NUREG-66427, those issues are moot just to Contention 2, so I think we want to have an opportunity to make that argument.

CHAIRPERSON YOUNG: The Board anticipates we would hear some additional argument on the first parts of the contention as well, specifically, now might be a good time to mention that would like brief the of to sort we reasonableness/sufficient care issue prior to oral argument; that is, how should the term, "sufficient care," be interpreted and applied in this case as it used in the following phrase from the Commission's "Hearing petitioners have an, quote, 'iron order: clad obligation' to examine the publicly available documentary materials pertaining the facility in question with sufficient care," and those are the

1 operative words, "to enable the petitioner to uncover 2 any information that could serve as the foundation for 3 a specific contention." 4 So we would like to have the parties read 5 that and provide any supporting authority on that 6 prior to hearing oral arguments so that we can get as 7 full as possible an understanding of how that should be applied in this case. 8 9 Let me just ask, Ms. Curran, you indicated 10 you'd like to have oral argument and, first, do you 11 have a -- are you requesting that that be done here, in North Carolina? 12 13 MS. CURRAN: I think we would prefer North Carolina, but we realize the Board has some practical 14 15 considerations. In the past, we've just found it difficult with so many different participants in these 16 17 telephone conferences, so I think our preference would 18 be North Carolina. We'd also be willing to do it in 19 Washington, D.C. 20 CHAIRPERSON YOUNG: Assuming we do in-21 person oral argument, we understand your concerns, it 22 is difficult with so many people on a telephone 23 conference, I can tell you that we can probably do them earlier if we do them in Washington. 24 25 Well, in terms of timing, MS. CURRAN:

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here's another suggestion that may affect that. I guess we would like to see -- if Duke believes that the amended contentions have been mooted by the issuance of the final EIS or the Commission's decision or something that's happened since the amended contentions were filed, we would like to see that in writing so that we can respond to it in writing.

CHAIRPERSON YOUNG: We can set deadlines for briefing on any issues that the parties would like to address in addition to the sufficient care issue. I think we didn't hear from the staff before. Ms. Uttal?

MS. UTTAL: Well, Your Honor, we were prepared to argue the amended contention today. agree with the Licensee that most of this, if not all of the amended contention, has been mooted out and is We are in what is called critical path untimely. The staff documents have been completed, right now. the staff is meeting with the ACRS, I believe, next week, so that the only proceeding relating to this license application will be this proceeding. would ask that if we are going to have subsequent hearings and filings, that they be done sooner rather than later so that the Agency may proceed regarding the license renewal application.

1 CHAIRPERSON YOUNG: There's still some 2 noise coming over the phone. I don't -- is someone 3 moving things? Okay. If anyone is moving papers around or breathing into the phone, it sort of cuts 4 into the -- being able to hear everyone. 5 6 the Apart from sufficient care/reasonableness issue and the mootness issue based 7 8 on the Commission's order, are there any other issues 9 the parties know will be arising such that we might 10 benefit from briefing prior to oral arguments? 11 MR. REPKA: This is Dave Repka. 12 the issue before us is one of the admissibility of the 13 amended contentions, and, certainly, we're happy to 14 address any issue that hasn't already been addressed 15 related to why we believe the amended contention shouldn't be admitted. And Ms. Curran has invited to 16 do that, we're happy to do that. 17 But I think it's 18 important to recognize the burden is not on us at this 19 The burden is on the Intervenors 20 demonstrate an admissible issue. And that's got to 21 satisfy at least three tests. CHAIRPERSON YOUNG: Mr. Repka? 22 MR. REPKA: Yes. 23 CHAIRPERSON YOUNG: My question was simply 24 does anyone see any additional issues that it would be 25

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helpful to have briefed prior to oral argument? was my question.

MR. REPKA: And my response is that we would be happy to brief any issue related to the admissibility of the contentions. I think that the effect of the Commission's decision is one. Any insights the Commission's decision might have on evaluating the timeliness of the proposed amended contentions is another. And the third is any effect that the Commission's decision might have as to whether there's a viable basis for the amended contention is something that would be addressed. All of that would be perhaps new information that we didn't have in front of us back in July of last year, so I think the issue to be addressed is one of, speaking, admissibility broadly the of the contentions.

CHAIRPERSON YOUNG: Well, everything could be obviously viewed as coming under that rubric. besides sufficient other issues the care/reasonableness, all of which goes to timeliness, or the mootness or viability of the contentions in light of the Commission's order? Any other issues that any party sees that would be helpful to have briefed prior to oral argument?

, 1	All right, then. We would like to get
2	briefed on these issues, and we can probably do oral
3	arguments more quickly if we do it in Washington.
4	Maybe if everyone could get out your calendars.
5	February 22 through March 7 I'm going out of town next
6	week and won't be back until the end of the following
7	week. The week of February 18 I have a hearing out of
8	town the week of March 10, will be back March 18. So,
9	Judge Rubenstein, what were your times?
10	JUDGE RUBENSTEIN: The week of March the
11	17th works for me oh, no, excuse me, probably
12	starting the 19th through the 21st probably works for
13	me.
14	CHAIRPERSON YOUNG: What about March 19 to
15	20 for the parties?
16	MR. ZELLER: That's not good. It's Lou
17	Zeller.
18	MR. REPKA: Judge Young, this is Dave
19	Repka. We're consulting here, if you could just give
20	us a second.
21	MS. UTTAL: Judge, this is Susan Uttal.
22	What about February 19 and 20, just to move this along
23	quicker?
24	CHAIRPERSON YOUNG: Who was it that was
25	not available to do it then? Oh, Judge Rubenstein,

1	you had
2	JUDGE RUBENSTEIN: Oh, no, I'm okay in
3	February.
4	CHAIRPERSON YOUNG: Okay.
5	MS. CURRAN: Lou Zeller is not available
6	in February, right?
7	MR. ZELLER: February 19 and 20 is out,
8	right.
9	CHAIRPERSON YOUNG: What about the 21st,
10	which is a Friday?
11	JUDGE RUBENSTEIN: I'd prefer any Monday,
12	Tuesday and Wednesday in February. This is Judge
13	Rubenstein.
14	MR. REPKA: This is Dave Repka. I think
15	any Monday, Tuesday or Wednesday in February we will
16	be available, and we do believe February is the right
17	time to do this.
18	CHAIRPERSON YOUNG: What about February
19	17?
20	MS. CURRAN: That's a federal holiday,
21	isn't it?
22	CHAIRPERSON YOUNG: Oh.
23	JUDGE RUBENSTEIN: Or the 18th.
24	CHAIRPERSON YOUNG: The 18th would work?
25	MS. UTTAL: That's available, Your Honor.

1	CHAIRPERSON YOUNG: All right.
2	MS. UTTAL: Are you available then, Lou?
3	MR. ZELLER: Yes.
4	MR. REPKA: February 18 works for Duke.
5	MS. UTTAL: Ed, are you available then?
6	MR. LYMAN: February 18, I believe so.
7	MS. CURRAN: I'm available that day.
8	CHAIRPERSON YOUNG: Okay. February 18
9	then, oral argument in Washington in our courtroom.
10	We're going to have to probably specify some security
11	procedures that are different than they have been in
12	the past. We may have to have escorts for people, but
13	we can work that out. With regards to briefs, we
14	MR. ZELLER: Judge Young, I'm sorry, this
15	is Lou Zeller again. The 18th is problematic because
16	the meeting on the 19th is in North Carolina early in
17	the morning.
18	CHAIRPERSON YOUNG: Well, you can fly back
19	the night of the 18th. It's obvious that we're going
20	to have difficulty finding a time that doesn't
21	inconvenience someone to some degree, but you can fly
22	back the night of the 18th.
23	With regard to the briefs, we can give you
24	until the well, what about filing briefs on the 6th
25	or 7th and responses on the 12th, which would give

everyone a little bit of time to read them prior to oral arguments? Does the 6th or 7th make any difference to people?

MS. CURRAN: The 7th is better for us.

CHAIRPERSON YOUNG: Okay. February 7 for briefs and February 12 for responses. And these briefs will cover the issues of timeliness and whether the Petitioner's exercised sufficient care in examining publicly available documentary materials pertaining to the facility, whether they could have done that earlier than they did with sufficient care, and also whether the Commission's order has rendered moot or otherwise non-viable any of the bases for the eight parts of the amended contention, and the SEIS and SER, I guess, also.

Then there will be some issues that we'll cover -- will be things that we will want to ask and that you all will be addressing with regard to all parts of the amended contention. But with regard to the last four parts, since we didn't have any oral argument on those before, we'll probably allow for more time on those. And I don't know that we have any preference. It might be better to consider the broader issues first with regard to all the parts and then go into specific argument on the last four parts.

And if there are any other issues that any party would like to brief, according to the schedule we've just given, you can feel free to do that.

Then we will convene on February 18 at nine o'clock and take as long as we need. We'll finish by the close of business that day. Any questions or other issues that any party would like to raise?

MR. REPKA: This is Dave Repka for Duke. I'd just like to raise one other question or point. You know, we do agree with Ms. Uttal that this process is now on critical path, and I guess the question would be whether the Board will -- the original Commission delegation order set a schedule of mile posts for the license renewal proceeding, and I think one of those mile posts is that 50 days after the SER comes out there would be any ruling on any late-filed contentions. And I guess our question would be if it's the Board intent to try to maintain that schedule?

CHAIRPERSON YOUNG: Well, at this point

I'm not sure it's possible. I'm not recalling the

exact dates when those were issued, but, obviously,

this case has taken a somewhat unusual turn or turns,

I should probably say, so obviously the Board will try

1 to be as timely as it possibly can. Any other --2 MS. UTTAL: Your Honor, this is Susan Uttal. I believe that I e-mailed the questions of the 3 4 SER on January 9, if I'm not mistaken. 5 CHAIRPERSON YOUNG: Other questions? All 6 right, then. We will issue an order confirming the 7 matters discussed today, and we will look forward to 8 receiving your briefs and responses and to holding --9 actually, I'd better check before we hang up to make 10 sure about the courtroom. 11 JUDGE KELBER: While Judge Young is making 12 sure about the courtroom, this is Judge Kelber, I 13 would just like to ask that the topic be addressed also in connection some of the late-filed or amended 14 contention parts of what circumstances indicate that 15 16 the Licensee should depart from regulatory guidance? 17 Could you explain that a MS. CURRAN: 18 little more, Judge Kelber? This is Diane Curran. 19 JUDGE KELBER: Well, in preparing their 20 environmental report, the Licensee had substantial 21 regulatory guidance from a variety of documents, and 22 I'd just like to know some of the late-filed amended contention parts indicate a possible departure from 23 such guidance, and I'd like to know what circumstances 24 25 indicate that that should be done. Judge Young is

1	just back.
2	CHAIRPERSON YOUNG: Someone is checking on
3	the courtroom. We should hear in a moment. Any other
4	issues?
5	MR. REPKA: Dave Repka again. Just I
6	mentioned the delegation order earlier. Just for the
7	record, I want to say it's DOI-01-20, issued on
8	October 4, 2001.
9	CHAIRPERSON YOUNG: We have that. The
10	courtroom is available, so we will be getting out an
11	order as soon as possible. If there's nothing else,
12	does the court reporter need anything spelled?
13	COURT REPORTER: Yes, please.
14	(Whereupon, at 10:30 a.m., the Telephone
15	Conference Call was concluded.)
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## **CERTIFICATE**

This is to certify that the attached proceedings before the United States Nuclear Regulatory Commission in the matter of:

Name of Proceeding: Duke Energy Corporation:

McGuire Nuclear Station;

Catawba Nuclear Station

Docket Number:

50-369-LR et al.

Location:

telephone conference

were held as herein appears, and that this is the original transcript thereof for the file of the United States Nuclear Regulatory Commission taken by me and, thereafter reduced to typewriting by me or under the direction of the court reporting company, and that the transcript is a true and accurate record of the foregoing proceedings.

Rouglas Wilson Official Reporter

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