December 19, 2003

UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION BEFORE THE ATOMIC SAFETY AND LICENSING BOARD

DOCKETED USNRC

In the Matter of

December 30, 2003 (9:49AM) Docket No's. 50-413-OLA,

Docket No's

50-414-OLA OFFICE OF SECRETARY RULEMAKINGS AND

RULEMAKINGS AND ADJUDICATIONS STAFF

DUKE ENERGY CORPORATION

(Catawba Nuclear Station, Units 1 and 2)

BLUE RIDGE ENVIRONMENTAL DEFENSE LEAGUE'S REPLY TO NRC STAFF REGARDING APPLICABILITY OF EXECUTIVE ORDER 12114

Pursuant to the Atomic Safety and Licensing Board's ("ASLB's") order of December 8, 2003, Blue Ridge Environmental Defense League ("BREDL") hereby replies to NRC Staff's Response to Board's Questions Regarding Executive Order 12114 (December 12, 2003) (hereinafter "Staff Response").

Among other things, Executive Order 12114 requires consideration of environmental impacts of significant federal actions on the environment of the "global commons," i.e., areas outside the jurisdiction of any nation. *See* Section 2-3(a). The Staff argues that this requirement, along with all other requirements of Executive Order, is inapplicable, by virtue of an exemption from the Executive Order for "export licenses or permits or export approvals, and actions relating to nuclear activities except actions providing to a foreign nation a nuclear production or utilization facility." *Id.*, Section 2-5(v). As the Staff states:

[T][he Order, by its own terms, does not apply to the Department of Energy's Request to export plutonium for fabrication of the mixed oxide lead test assemblies and the Commission need not consider it with respect to this action.

Staff Response at 2.

BREDL does not agree with the Staff. Whether or not the Executive Order applies to the export of plutonium to France, nothing in the Executive Order states that transportation of plutonium to and from France by a DOE contractor is exempt from NEPA. The plutonium will not be transferred to French custody until it reaches France. Instead, according to the Department of Energy's export license application, the plutonium will be shipped under an agreement between DOE's contractor, Duke Cogema Stone & Webster, and the carrier, Pacific Nuclear Transport, Ltd. ("PNTL"). Moreover, although PNTL is partially owned by the British government, DOE has not sought a license to export the plutonium to the U.K. Instead, PNTL is being treated as a U.S. contractor.

Thus, contrary to the NRC Staff's argument, the plutonium shipments themselves are not part of the "export" activity that is covered by the DOE export license application.

Therefore, they are not exempt from the requirements of Executive Order 11241.²

¹ Letter from Edward J. Siskin, DOE, to Deputy Director, Office of International Programs, NRC, Attachment to NRC Form 7 (October 1, 2003). This document can be found on ADAMS, at Accession # ML032801463.

² In fact, only the NRC Staff seems to believe that the exemption in Section 2-5(v) of the Executive Order applies here. The DOE obviously considers itself required to examine the impacts of the plutonium shipments on the global commons. See DOE/EIS-0229-SA3, Supplemental Analysis, Fabrication of Mixed Oxide Fuel Lead Assemblies in Europe at 5, 10 (November 2003). Duke also states, in its license amendment application, that to extent that the proposed fabrication of lead assemblies in Europe has potential impacts on the environment of the global commons, those impacts must be considered. See letter from M.S. Tuckman, Duke Power, to U.S. Nuclear Regulatory Commission, Attachment 5 at 5-2 (February 27, 2003).

Respectfully submitted,

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CERTIFICATE OF SERVICE

I hereby certify that on December 19, 2003, copies of Blue Ridge Environmental Defense League's Reply to NRC Staff Regarding Applicability of Executive Order 12114 were served on the following by e-mail and/or first-class mail, as indicated below:

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