May 26, 2005

Mr. Thomas J. Palmisano Site Vice President Monticello Nuclear Generating Plant Nuclear Management Company, LLC 2807 West County Road 75 Monticello, MN 55362-9637

SUBJECT: NOTICE OF INTENT TO PREPARE AN ENVIRONMENTAL IMPACT

STATEMENT AND CONDUCT SCOPING PROCESS FOR LICENSE RENEWAL FOR MONTICELLO NUCLEAR GENERATING PLANT

(TAC NO. MC6441)

Dear Mr. Palmisano:

The U.S. Nuclear Regulatory Commission (NRC) received your application on March 24, 2005, for the renewal of Operating License DPR-22 for the Monticello Nuclear Generating Plant (Monticello). In support of the application and in accordance with Title 10 of the *Code of Federal Regulations* Part 51 (10 CFR Part 51) and 10 CFR Part 54, Nuclear Management Company, LLC (NMC) submitted an environmental report (ER). This letter provides information related to the staff's review of the Monticello ER.

The NRC has prepared a notice of intent advising the public that the NRC intends to gather information necessary to prepare a plant-specific supplement to the Commission's "Generic Environmental Impact Statement for License Renewal of Nuclear Plants," (NUREG-1437) in support of the review of the application for the renewal of the Monticello operating license. Enclosed is a copy of the notice of intent, which has been forwarded to the Office of the *Federal Register* for publication.

Pursuant to 10 CFR 51.28, Monticello is invited to participate in the environmental scoping process. As discussed in the enclosed notice, the staff is providing the public with two opportunities to participate in the environmental scoping meetings to be held Thursday, June 30, 2005. The first session will be held in the afternoon and the second session, covering the same subjects, will be held in the evening. The NRC will present an overview of the environmental review process and will describe how the process will be implemented for the review of the Monticello license renewal application. NMC is invited to participate in both sessions of the meeting by providing a brief description of the proposed action and the ER submitted as part of the application for license renewal. The meetings will be held at the Monticello Community Center, 505 Walnut Street in Monticello, Minnesota.

-2-

A separate NRC meeting notice will be issued with a more detailed agenda. You will be provided a copy of that notice.

In the interim, should you have any questions regarding the scoping meeting, please contact the NRC Environmental Project Manager, Ms. Jennifer Davis, at (301) 415-3835 or by e-mail at JXD10@nrc.gov.

Sincerely, /RA/

Pao-Tsin Kuo, Program Director License Renewal and Environmental Impacts Program Division of Regulatory Improvement Programs Office of Nuclear Reactor Regulation

Docket No.: 50-263

Enclosure: Notice

cc w/enclosure: See next page

A separate NRC meeting notice will be issued with a more detailed agenda. You will be provided a copy of that notice.

In the interim, should you have any questions regarding the scoping meeting, please contact the NRC Environmental Project Manager, Ms. Jennifer Davis, at (301) 415-3835 or by e-mail at JXD10@nrc.gov.

Sincerely, /RA/

Pao-Tsin Kuo, Program Director License Renewal and Environmental Impacts Program Division of Regulatory Improvement Programs Office of Nuclear Reactor Regulation

Docket No.: 50-263

Enclosure: Notice

cc w/enclosure: See next page

### **DISTRIBUTION:**

D. Matthews/F. Gillespie L. M. Padovan P.T. Kuo Jan Strasma, OPA A. Kualer A. Stone, RIII J. Davis B. Burgess, RIII S. Imboden J. Adams, RIII J. Flemming R. Orlikowski, RIII P. Lougheed, RIII D. Merzke RLEP R/F N. Dudley

A. Hodgdon, OGC C. Quinly (LLNL)
M. Thorpe-Kavanaugh R. Schaaf

Accession no.: ML051460549

## Document Name:E:\Filenet\ML051460549.wpd

OFFICE	DI ED-DDID-LA	DI ED-DDID-CE	DI ED-DDID-DM
OFFICE	RLEP:DRIP:LA	RLEP:DRIP:GE	RLEP:DRIP:PM
NAME	YEdmonds	MThorpe-Kavanaugh	JDavis
DATE	5/5/05	5/5/05	5/5/05
OFFICE	OGC	RLEP:DRIP:SC	RLEP:DRIP:PM
OFFICE NAME	OGC AHodgdon	RLEP:DRIP:SC AKugler	RLEP:DRIP:PM PTKuo

OFFICIAL RECORD COPY

# NUCLEAR MANAGEMENT COMPANY, LLC MONTICELLO NUCLEAR GENERATING PLANT NOTICE OF INTENT TO PREPARE AN ENVIRONMENTAL IMPACT STATEMENT AND CONDUCT SCOPING PROCESS DOCKET NO. 50-263.

Nuclear Management Company, LLC (NMC) has submitted an application for renewal of Facility Operating License DPR-22 for an additional 20 years of operation at the Monticello Nuclear Generating Plant (Monticello). Monticello is located on the southern bank of the Mississippi River in the City of Monticello, Wright County, Minnesota, approximately 22 miles northwest of St. Cloud, Minnesota. The operating license for Monticello expires September 8, 2010. The application for renewal, submitted pursuant to Title 10 of the Code of Federal Regulations Part 54 (10 CFR Part 54), was received on March 24, 2005. A notice of receipt and availability of the application, which included the environmental report (ER), was published in the Federal Register on April 6, 2005 (70 FR 17482). A notice of acceptance for docketing of the application for renewal of the facility operating licenses was published in the Federal Register on May 12, 2005, (70 FR 25117). The purpose of this notice is to inform the public that the U.S. Nuclear Regulatory Commission (NRC) will be preparing an environmental impact statement (EIS) in support of the review of the license renewal application and to provide the public an opportunity to participate in the environmental scoping process, as defined in 10 CFR 51.29. In addition, as outlined in 36 CFR 800.8, "Coordination with the National Environmental Policy Act," the NRC plans to coordinate compliance with Section 106 of the

National Historic Preservation Act in meeting the requirements of the National Environmental Policy Act of 1969 (NEPA).

In accordance with 10 CFR 51.53(c) and 10 CFR 54.23, NMC submitted the ER as part of the application. The ER was prepared pursuant to 10 CFR Part 51 and is available for public inspection at the NRC Public Document Room (PDR), located at One White Flint North, 11555 Rockville Pike (first floor), Rockville, Maryland 20852, or from the Publicly Available Records component of NRC's Agencywide Documents Access and Management System (ADAMS). ADAMS is accessible from the NRC Web site at http://www.nrc.gov/reading-rm/adams.html, which provides access through the Public Electronic Reading Room link. Persons who do not have access to ADAMS, or who encounter problems in accessing the documents located in ADAMS, should contact the NRC's PDR Reference staff at 1-800-397-4209, or 301-415-4737, or by e-mail to pdr@nrc.gov. The application may also be viewed on the Internet at http://www.nrc.gov/reactors/operating/licensing/renewal/applications/monticello.html. In addition, the Monticello Public Library (220 West 6th Street, Monticello, MN 55362) and the Buffalo Public Library (18 Northwest Lake Boulevard, Buffalo, MN 55313) have made the ER available for public inspection.

This notice advises the public that the NRC intends to gather the information necessary to prepare a plant-specific supplement to the Commission's "Generic Environmental Impact Statement (GEIS) for License Renewal of Nuclear Plants," (NUREG-1437) in support of the review of the application for renewal of the Monticello operating license for an additional 20 years. Possible alternatives to the proposed action (license renewal) include no action and reasonable alternative energy sources. The NRC is required by 10 CFR 51.95 to prepare a supplement to the GEIS in connection with the renewal of an operating license. This notice is being published in accordance with the National Environmental Policy Act of 1969 (NEPA) and the NRC's regulations found in 10 CFR Part 51.

The NRC will first conduct a scoping process for the supplement to the GEIS and, as soon as practicable thereafter, will prepare a draft supplement to the GEIS for public comment. Participation in the scoping process by members of the public and local, State, Tribal, and Federal government agencies is encouraged. The scoping process for the supplement to the GEIS will be used to accomplish the following:

- a. Define the proposed action which is to be the subject of the supplement to the GEIS.
- b. Determine the scope of the supplement to the GEIS and identify the significant issues to be analyzed in depth.
- Identify and eliminate from detailed study those issues that are peripheral or that are not significant.
- d. Identify any environmental assessments and other EISs that are being or will be prepared that are related to, but are not part of the scope of the supplement to the GEIS being considered.
- e. Identify other environmental review and consultation requirements related to the proposed action.
- f. Indicate the relationship between the timing of the preparation of the environmental analyses and the Commission's tentative planning and decision-making schedule.
- g. Identify any cooperating agencies and, as appropriate, allocate assignments for preparation and schedules for completing the supplement to the GEIS to the NRC and any cooperating agencies.
- h. Describe how the supplement to the GEIS will be prepared, and include any contractor assistance to be used.

The NRC invites the following entities to participate in scoping:

- a. The applicant, Nuclear Management Company, LLC.
- b. Any Federal agency that has jurisdiction by law or special expertise with respect to any environmental impact involved, or that is authorized to develop and enforce relevant environmental standards.
- c. Affected State and local government agencies, including those authorized to develop and enforce relevant environmental standards.
- d. Any affected Indian tribe.
- e. Any person who requests or has requested an opportunity to participate in the scoping process.
- f. Any person who has petitioned or intends to petition for leave to intervene.

In accordance with 10 CFR 51.26, the scoping process for an EIS may include a public scoping meeting to help identify significant issues related to a proposed activity and to determine the scope of issues to be addressed in an EIS. The NRC has decided to hold public meetings for the Monticello license renewal supplement to the GEIS. The scoping meetings will be held at the Monticello Community Center, 505 Walnut Street in Monticello, Minnesota, on June 30, 2005. There will be two sessions to accommodate interested parties. The first session will convene at 1:30 p.m. and will continue until 4:30 p.m., as necessary. The second session will convene at 7:00 p.m. with a repeat of the overview portions of the meeting and will continue until 10:00 p.m., as necessary. Both meetings will be transcribed and will include: (1) an overview by the NRC staff of the NEPA environmental review process, the proposed scope of the supplement to the GEIS, and the proposed review schedule; and (2) the opportunity for interested government agencies, organizations, and individuals to submit comments or suggestions on the environmental issues or the proposed scope of the supplement to the GEIS. Additionally, the NRC staff will host informal discussions one hour before the start of each

session at the Monticello Community Center, 505 Walnut Street in Monticello, Minnesota. No formal comments on the proposed scope of the supplement to the GEIS will be accepted during the informal discussions. To be considered, comments must be provided either at the transcribed public meetings or in writing, as discussed below. Persons may register to attend or present oral comments at the meetings on the scope of the NEPA review by contacting NRC Environmental Project Manager, Ms. Jennifer Davis, at 1-800-368-5642, extension 3835, or by e-mail to the NRC at MonticelloEIS@nrc.gov no later than June 23, 2005. Members of the public may also register to speak at the meeting within 15 minutes of the start of each session. Individual oral comments may be limited by the time available, depending on the number of persons who register. Members of the public who have not registered may also have an opportunity to speak, if time permits. Public comments will be considered in the scoping process for the supplement to the GEIS. Ms. Davis will need to be contacted no later than June, 23, 2005, if special equipment or accommodations are needed to attend or present information at the public meeting, so that the NRC staff can determine whether the request can be accommodated.

Members of the public may send written comments on the environmental scope of the Monticello license renewal review to the Chief, Rules and Directives Branch, Division of Administrative Services, Office of Administration, Mailstop T-6D59, U.S. Nuclear Regulatory Commission, Washington, DC 20555-0001, and should cite the publication date and page number of this *Federal Register* notice. Comments may also be delivered to the NRC, Room T-6D59, Two White Flint North, 11545 Rockville Pike, Rockville, Maryland 20852-2738, from 7:30 a.m. to 4:15 p.m. during Federal workdays. To be considered in the scoping process, written comments should be postmarked by August 2, 2005. Electronic comments may be sent by e-mail to the NRC at MonticelloEIS@nrc.gov and should be sent no later than

August 2, 2005, to be considered in the scoping process. Comments will be available electronically and accessible through ADAMS at http://www.nrc.gov/reading-rm/adams.html.

Participation in the scoping process for the supplement to the GEIS does not entitle participants to become parties to the proceeding to which the supplement to the GEIS relates. Notice of opportunity for a hearing regarding the renewal application was the subject of the aforementioned *Federal Register* notice (70 FR 25117). Matters related to participation in any hearing are outside the scope of matters to be discussed at this public meeting.

At the conclusion of the scoping process, the NRC will prepare a concise summary of the determination and conclusions reached, including the significant issues identified, and will send a copy of the summary to each participant in the scoping process. The summary will also be available for inspection in ADAMS at http://www.nrc.gov/reading-rm/adams.html. The staff will then prepare and issue for comment the draft supplement to the GEIS, which will be the subject of separate notices and separate public meetings. Copies will be available for public inspection at the above-mentioned addresses, and one copy per request will be provided free of charge. After receipt and consideration of the comments, the NRC will prepare a final supplement to the GEIS, which will also be available for public inspection.

Information about the proposed action, the supplement to the GEIS, and the scoping process may be obtained from Ms. Davis at the aforementioned telephone number or e-mail address.

Dated at Rockville, Maryland, this 26th day of May 2005.

FOR THE NUCLEAR REGULATORY COMMISSION /RA/

Samson S. Lee, Acting Program Director License Renewal and Environmental Impacts Program Division of Regulatory Improvement Programs Office of Nuclear Reactor Regulation

## Monticello Nuclear Generating Plant

CC:

Jonathan Rogoff, Esquire Vice President, Counsel & Secretary Nuclear Management Company, LLC 700 First Street Hudson, WI 54016

U.S. Nuclear Regulatory Commission Resident Inspector's Office 2807 W. County Road 75 Monticello, MN 55362

Manager, Regulatory Affairs Monticello Nuclear Generating Plant Nuclear Management Company, LLC 2807 West County Road 75 Monticello, MN 55362-9637

Robert Nelson, President Minnesota Environmental Control Citizens Association (MECCA) 1051 South McKnight Road St. Paul, MN 55119

Commissioner Minnesota Pollution Control Agency 520 Lafayette Road St. Paul, MN 55155-4194

Regional Administrator, Region III U.S. Nuclear Regulatory Commission 801 Warrenville Road Lisle, IL 60532-4351

Commissioner
Minnesota Department of Health
717 Delaware Street, S. E.
Minneapolis, MN 55440

Douglas M. Gruber, Auditor/Treasurer Wright County Government Center 10 NW Second Street Buffalo, MN 55313 Commissioner
Minnesota Department of Commerce
85 7th Place East, Suite 500
St. Paul, MN 55101-2198

Manager - Environmental Protection Division Minnesota Attorney General's Office 445 Minnesota St., Suite 900 St. Paul, MN 55101-2127

John Paul Cowan
Executive Vice President & Chief Nuclear
Officer
Nuclear Management Company, LLC
700 First Street
Hudson, WI 54016

Nuclear Asset Manager Xcel Energy, Inc. 414 Nicollet Mall, R.S. 8 Minneapolis, MN 55401

Mr. Fred Emerson Nuclear Energy Institute 1776 I Street, NW, Suite 400 Washington, DC 20006-3708

Patrick Burke License Renewal Project Manager Monticello Nuclear Generating Plant Nuclear Management Company, LLC 2807 West County Road 75 Monticello, MN 55362-9637

Mr. Douglas F. Johnson Director, Plant Life Cycle Issues Nuclear Management Company, LLC 700 First Street Hudson, WI 54016

Rick Wolfsteller City Administrator, City of Monticello 505 Walnut Street, Suite 1 Monticello, MN 55362-8831

# Monticello Nuclear Generating Plant

CC:

Richard W. Norman County Coordinator, Wright County Government Center 10 NW 2<sup>nd</sup> Street Buffalo, MN 55313-1193

John N. Wachtler Minnesota Environmental Quality Board 658 Cedar Street, Room 300 St. Paul, MN 55155

R. Nicholas Rowse U.S. Fish and Wildlife Service Twin Cities Field Office 4101 East 80<sup>th</sup> Street Bloomington, MN 55425-1665

Margo Askin Head Librarian, Monticello Public Library 200 W. 6<sup>th</sup> Street Monticello, MN 55362

Amy Wittmann Branch Librarian, Buffalo Public Library 18 Northwest Lake Boulevard Buffalo, MN 55313

Lea Foushee North American Water Office P.O. Box 174 Lake Elmo, MN 55042

Kristen Eide-Tollefson CURE P.O. Box 130 Frontenac, MN 55026