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2	UNITED STATES OF AMERICA
3	NUCLEAR REGULATORY COMMISSION
4	ATOMIC SAFETY AND LICENSING BOARD HEARING
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6	In the Matter of
7	U.S. Department of Energy
8	High-Level Waste Repository
9	Docket No. 63-001
10	ASLBP No. 09-892-HLW-CAB04
11	September 14, 2009
12	9:00 a.m. PST
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15	TRANSCRIPT OF PROCEEDINGS
16	Pre-Hearing Conference
17	Before the Administrative Judges
18	CAB-04
19	
20	
21	Judge Thomas Moore, Chairman
22	Judge Paul S. Ryerson
23	Judge Richard E. Wardwell
24	
25	

1 1				APPEARANCES
2		For	the	Nuclear Regulatory Commission Staff:
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5		For	the	Nuclear Energy Institute:
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7				Rodney J. McCullum, Esq.
8		For	the	Department of Energy:
9				Thomas A. Schmutz, Esq.
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13				John W. Lawrence, Esq. Martin Malsch, Esq.
14				
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22				Rovianne Leigh, Esq. Scott Williams, Esq.
23				Jeott Williams, Esq.
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25				Ri chard Sears, Esq. Mi chael Baughman, Esq.

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15		na Shoshone Yucca Mountain ght Program:
16		s M. Poland, Esq.
17	7	s iii. Totana, 234.
18	For the Nevada	Counties of Lincoln and Eureka:
19	Di ane	Curran, Esq.
20)	
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1	P-R-0-C-E-E-D-I -N-G-S
2	>>JUDGE MOORE: If I could have everyone's
3	attention, please, before the hearing begins.
4	We would like to come to order. On behalf
5	of the Nuclear Regulatory Commission, we would like
6	to welcome you for this prehearing conference this
7	morni ng.
8	Before it begins, I would like to go over a
9	few emergency procedures. In the event that we did
10	have a building evacuation, we would ask that you
11	leave through the emergency exit located here on the
12	west side of the room.
13	You have an emergency exit door immediately
14	to the to the rear of the hearing room of the main
15	lobby, as well as through our lobby door.
16	Our restrooms are located on the east side,
17	immediately to your right upon leaving the room.
18	We would ask that you only bring water into this
19	room.
20	Should you have any questions, you can see
21	me, or the facility manager, or our security staff,
22	and we would also ask that you follow the instruction
23	of our security staff while here in the facility.
24	Thank you, and the hearing will begin
25	shortly.

- 1 >>JUDGE MOORE: Good morning. Please be
- 2 seated.
- 3 I'm Judge Thomas Moore. On my left is --
- 4 is Judge Richard Wardwell. On my right is Judge Paul
- 5 Ryerson.
- 6 The Licensing Board has convened this
- 7 prehearing conference pursuant to our order of
- 8 August $25^{\mbox{th}}$, 2009, to address, among other things,
- 9 the questions to the parties set forth in that Order.
- The conference this morning is being
- 11 recorded, web-streamed and broadcast on the agency's
- 12 broadband network.
- 13 In addition, counsel for Eureka County, is
- 14 participating by video conference from the Rockville,
- 15 Maryland Hearing Facility.
- So that the court reporter has some chance
- of compiling an accurate transcript, I remind counsel
- 18 to first identify themselves and the party they
- 19 represent each time they speak. With this number of
- 20 parties, she has no opportunity to get it right with
- 21 any other system.
- So we will start with NCA, clear in the
- 23 back to my left, and work our way around the well
- 24 ending with the NRC staff. And if counsel now, would
- 25 each identify yourself for the record by stating your

- 1 name, affiliation, and the party they represent, we
- 2 will start that way.
- 3 >>MR. WILLIAMS: Scott Williams for the
- 4 Native Community Action Council.
- 5 >>MS. LEIGH: Good morning. Rovianne Leigh
- 6 on behalf of the Native Community Action Council.
- 7 >>MR. VANNIEL: Jeff VanNiel on behalf of
- 8 Nye County.
- 9 >>MR. ANDERSON: Good morning, Your Honor.
- 10 My name is Robert Anderson, Akerman Senterfitt, on
- 11 behalf of Nye County.
- >>MR. ROBBINS: Good morning, Your Honors.
- 13 Alan Robbins on behalf of Clark County, and also
- 14 accompanied by my partner, Deborah Roby, on behalf of
- 15 Clark County.
- >>MR. JAMES: Morning, Your Honor. Greg
- 17 James with Inyo County.
- 18 >>MR. BERGER: Morning, Your Honor.
- 19 Michael Berger with Inyo County.
- 20 >>MR. POLAND: Good morning, Your Honor.
- 21 Doug Poland, counsel with Shoshone Council.
- >>MS. HOUCK: Good Morning, Your Honors.
- 23 Darcie Houck. I'm attorney for Joint Timbisha
- 24 Shoshone Group.
- 25 >>JUDGE MOORE: Stop right there for a

- 1 moment.
- 2 As you can see, if you speak into the
- 3 microphone, we can all hear. If you don't speak into
- 4 the microphone, we can't hear. So, please, counsel,
- 5 speak into the microphone directly when you speak.
- 6 Please continue.
- 7 >>MR. BEANAN: Ed Beanan, Shoshone Tribe
- 8 Council.
- 9 >>MR. SEARS: Richard Sears, White Pine
- 10 County.
- >>MR. BAUGHMAN: Mike Baughman, White Pine
- 12 County.
- 13 >>MS. GORES: Jenni fer Gores with the Four
- 14 Nevada Counties.
- 16 Tinsdale, on behalf of the Four Nevada Counties.
- 17 >>MR. BELL: Good morning, Your Honors,
- 18 Kevin Bell, State of California.
- MR. SULLIVAN: Good morning. Tim Sullivan
- 20 for the State of California.
- MR. MALSCH: Martin Malsch, along with
- 22 Charlie Fitzpatrick and John Lawrence, for State of
- Nevada.
- >>MR. POLANSKY: Good morning. Alex
- 25 Polansky, Department of Energy.

- 1 >>MR. SCHMUTZ: Good morning, Your Honor.
- 2 Thomas Schmutz, Department of Energy.
- 3 >>MR. SHEBELSKIE: Good morning, Your
- 4 Honors, Michael Shebelski, Department of Energy.
- 5 >>MR. BAUSER: Good morning, Your Honors.
- 6 Mike Bauser on behalf of the Nuclear Energy
- 7 Institute. I'm accompanied by Rodney McCullum, also
- 8 of NEI.
- 9 >> MS. BUPP: Good morning, Your Honors.
- 10 Margaret Bupp. I'm accompanied by Christopher
- 11 Chandler with the NRC staff.
- 12 >>JUDGE MOORE: Thank you.
- We will begin this morning with addressing
- 14 several questions by the Board, then we will turn to
- 15 the 23 questions in our August 25th Order.
- We will take at least one short break this
- 17 morning, then recess at lunch at a convenient time,
- somewhere between roughly 11:30 and 12:15 for 90
- 19 minutes because of what is necessary in this location
- 20 for you all to be able to find a place to obtain
- 21 I unch, a 90-minute lunch recess is necessary.
- Well, immediately upon the conclusion of
- 23 the lunch recess, we will hear brief oral argument
- 24 from the State of Nevada and the NRC staff on the
- 25 motion to compel and a motion to amend privilege

- 1 logs. And we will then resume immediately thereafter
- 2 with the remaining -- the 23 questions and any
- 3 additional questions that the Boards have and address
- 4 any matters that the parties have for us. We will
- 5 take at least one brief afternoon break. And after
- 6 that break, we will be in a position to assess
- 7 whether we will be able to conclude today or whether
- 8 it will be necessary to reconvene at 9:00 a.m.
- 9 tomorrow.
- 10 Judge Ryerson, do you have anything?
- >>JUDGE RYERSON: No, thank you, Judge.
- >>MS. CURRAN: Judge Moore, this is Diane
- 13 Curran. I was wondering if I should introduce
- 14 myself --
- >>JUDGE MOORE: Yes, Ms. Curran --
- 16 >>MS. CURRAN: -- for the court reporter.
- 17 >>JUDGE MOORE: -- I apologize. I meant to
- 18 get to you at the end but my memory is short, and the
- 19 number of counsel list is long.
- 20 Please do so now.
- >>MS. CURRAN: Thank you. My name is Diane
- 22 Curran. I am here representing Eureka County.
- JUDGE MOORE: And Ms. Curran, I will try,
- 24 and probably fail over the course of the day, to call
- on you. But if I fail, would you please speak up so

- 1 that you are not left out. I know you are
- 2 participating by video conference.
- 3 MS. CURRAN: Thank you. I will.
- 4 JUDGE MOORE: In the past, groups of
- 5 parties have agreed among themselves to have one
- 6 counsel speak for a group where there was consensus
- 7 on an issue.
- 8 Recognizing that at the end of last week,
- 9 only six filings were filed but there did seem to be
- 10 a general breakdown in agreement and disagreement on
- 11 the -- on the issues that we had previously posed.
- 12 But to start, is there -- has there been any further
- 13 progress and does counsel have anything to report
- 14 that they will have a spokesman for some group or
- 15 groups that will limit the number of counsel that
- 16 will need to respond?
- Hearing none, then, we will go around the
- 18 room when we hit the 23 questions, so that all
- 19 parties will have an opportunity to speak.
- We would remind counsel to keep their
- 21 answers brief. Please state your reasons for your
- 22 position so that we understand why you are taking
- that position.
- No counsel, of course, is obliged to
- respond if they agree with other parties.

- 1 And I would also remind all counsel that
- 2 the weather report today is for a hundred degrees,
- 3 and if we slow this down, we're going to move this
- 4 proceeding to the courtyard, and I'm sure it will
- 5 speed up.
- 6 With that, I would like to ask the Staff,
- 7 do you have anything further to report from the last
- 8 time you set a schedule for when the Staff would be
- 9 issuing the SER serially as to when Volumes I and III
- 10 will be issued?
- 11 Previously you informed us of, I believe it
- 12 was March of 1010 -- 2010 and September of 2010 for
- 13 Volumes I and III respectively.
- 14 >> MS. BUPP: At present, we have no change
- 15 to the schedule, however, depending on what the
- 16 discovery schedule is set, we may have to notify the
- 17 Board of a change in schedule.
- 18 >>JUDGE MOORE: And have you any additional
- 19 information to shed light on Volumes II, IV, and V of
- 20 the SER?
- >> MS. BUPP: Not at this point, Your
- 22 Honor.
- >>JUDGE MOORE: Okay. Thank you.
- There is mention in the various filings of
- 25 a general agreement that the parties wish to roll up

- 1 their sleeves and -- and start a briefing schedule
- 2 for the legal issues, legal issue contentions that
- 3 were admitted by the Board and by the Commission in
- 4 their respective decisions this Spring.
- 5 There was mention, at least in Nevada's
- 6 pleadings, that DOE may be coming forth with such a
- 7 schedule after having consulted with the various
- 8 parties.
- 9 Is there any movement in that regard and
- 10 anything you would like to announce?
- 11 >>MR. SCHMUTZ: We've spoken to Nevada --
- 12 this morning -- this is Thomas Schmutz from DOE.
- We've spoken to Nevada this morning. We
- 14 don't have any agreement on either the schedule or on
- 15 the -- the way that the English would be described.
- 16 What we spoke to Nevada about, and it was
- 17 quite a good one, would be to take time tomorrow for
- 18 the parties, since we're all here, assuming that we
- 19 don't have to go too much into tomorrow, and use
- 20 that possibly to discuss those issues, come up with a
- schedule and then propose that to the Board.
- The issues are quite complex in terms of
- the way they would be described, so I don't think it
- 24 will serve anybody's purpose to try to go through
- 25 those with the Board during this two-day period.

- 1 But we do think we have a process of --
- 2 assuming the other parties agree -- that will get us
- 3 there fairly quickly.
- 4 >>JUDGE MOORE: I have a couple questions
- 5 that have puzzled me about just the general
- 6 statements in the filings today.
- 7 And I'll have to apologize because I don't
- 8 have the precise numbers in front of me, and won't
- 9 take the time to dig them out. But there were
- 10 approximately 29 legal issues at the end of the
- 11 appeal process. I believe the Commission had a
- 12 couple of different -- additional ones, call it 30
- 13 for discussion purposes.
- In the various charts that you have broken
- out and provided us, only, I believe, 11 of those
- 16 legal issues are tied to the SER volumes that the
- 17 staff will be producing under their current schedule
- 18 in 2010. The rest of those issues go to volumes that
- 19 will be issued subsequent.
- In your approach to this, why is it
- 21 sensible to brief those legal issues that are tied to
- 22 SER volumes that are far distant in the future and
- 23 not just focused on what I believe are 11 issues that
- 24 are tied to SER Volume III?
- There are none, I believe, tied to SER

- 1 Volume I.
- 2 Would you care to speak to that?
- 3 MR. SCHMUTZ: Surely Judge Moore. I don't
- 4 think we are tied to litigating all of them now. We
- 5 think that they can be, because of the nature of the
- 6 issues, that they could be litigated now on the paper
- 7 and they're not -- it isn't necessary, most of those
- 8 cases, I don't believe, that the SER is going -- to
- 9 have been issued.
- Having said that, the Department of Energy
- 11 certainly would not object to a process that said, we
- 12 will brief the legal issues relating to SER Volumes I
- 13 and III initially, and the others as those SERs are
- 14 i ssued.
- So we're not -- we're not tied to that
- 16 process. What we think -- we think that the
- 17 Commission -- one of the things that drove us, I'll
- 18 make this very quick. One of the things that drove
- 19 us was that the fact that the commission seemed to be
- 20 saying that the legal issue should be dealt with
- 21 expeditiously. And so we came up with a process, and
- 22 we circulated some to the parties that did that. I
- 23 haven't spoken to any of the parties about the
- 24 proposition that you just made but I don't think it
- is one that we would object to.

- 1 >>JUDGE MOORE: With regard to the language
- 2 in the Commission decision that preceded the --
- 3 certainly, the public announcement by the Staff that
- 4 the SER would be issued serially and that Appendix E
- 5 would not be followed. And I think that's a very
- 6 significant fact.
- 7 And secondly, the language that the
- 8 Commission chose to use in its decision, if I'm
- 9 remembering it correctly, was not without some
- 10 qualification that would take that kind of
- 11 circumstance into account.
- So, Mr. Malsch, do you have anything to add
- 13 to that?
- 14 >>MR. MALSCH: Yes, Judge Moore.
- We are in agreement, I think then, to the
- 16 approach with the brief legal issues associated with
- 17 SER Volumes I and III, and with the intent to resolve
- 18 them by early next year. I think our only difficulty
- 19 would be, as you can see from what we filed, is that
- 20 Nevada Safety 161, where we think the Commission had
- 21 signed that past issue dealing with multiple
- 22 barriers, would need to develop a more complete
- 23 adjudicatory record before it could be resolved. So
- 24 we may have a disagreement over that particular one
- but on the concept, we agree with DOE that it would

- 1 be a good idea to confine the briefing to legal
- 2 issues associated with SER Volumes I and III.
- 3 JUDGE MOORE: Does any other party wish to
- 4 be heard on this before we move on, recognizing that
- 5 you all may be conferencing and coming up with a
- 6 schedul e?
- 7 >> MS. BUPP: This is Margaret Bupp,
- 8 counsel for the staff.
- 9 Just to reiterate, in the staff's proposed
- 10 schedule for the briefings, we assume that we would
- 11 do all of the briefings serially before doing any
- 12 discovery on any of the safety issues, regardless of
- 13 which volume SER they're associated with because of
- 14 the legal contentions, by their very nature, do not
- 15 require discovery, and so they could, regardless of
- 16 when the SER volume is going to be published, could
- 17 be dealt with now. And that was the reasoning for
- 18 the past proposal, that we do all of the briefing for
- 19 all of the legal contentions at the outset.
- JUDGE MOORE: Ms. Bupp, would you agree
- 21 with me that, what comes to mind is that old adage
- 22 that life is uncertain, eat dessert first, but that
- 23 because of the nature of this proceeding and the
- 24 enormous uncertainty that surrounds the future of
- 25 this proceeding, that we have a roadmap that can get

- 1 us through perhaps the first couple volumes of the
- 2 SER and that that ought to be the focus as opposed to
- 3 things that could be markedly different, changed in
- 4 any number of ways and especially with legal issues,
- 5 if those changes take place, we will have all spent
- 6 an enormous amount of time and energy on things that
- 7 may have to be done in part or in whole again.
- 8 >> MS. BUPP: I understand your point, Your
- 9 Honor, and I think it's a good one. However, also
- 10 weighing on the other side is because these are legal
- 11 issues and because this is the first time that anyone
- 12 has ever interpreted many of the regulations that
- 13 are at issue here. It could give us, give all the
- 14 parties a good ground work if we were to have to
- 15 start all over again on another site, that we would
- 16 have interpretations of regulations that had already
- 17 been in issue. So, I think, you know, you have to
- 18 weigh the two questions.
- 19 >>JUDGE MOORE: Okay.
- 20 >>JUDGE RYERSON: Just to clarify the
- 21 staff's position on this: Your position is there
- 22 should be no discovery, is that correct, until the
- 23 legal issues are all resolved?
- 24 >> MS. BUPP: That is our suggestion, yes.
- >>JUDGE RYERSON: Which would basically

- 1 mean that discovery would start next year or so.
- 2 >> MS. BUPP: Early in calendar year 2010,
- 3 yes.
- 4 JUDGE RYERSON: Thanks.
- 5 JUDGE MOORE: Let's then turn to question
- 6 one of the questions in our August 25th Order and
- 7 begin to work through those questions to lay the
- 8 groundwork for a case management order, and then we
- 9 will, I'm sure, when we get through with all of
- 10 these, whenever that is, we need to address the areas
- 11 of agreement and areas of minor disagreement and the
- 12 previously filed joint proposed case management
- 13 orders.
- 14 Question one in our August 25th Order, In
- 15 light of the NRC staff's plans to issue the SER
- 16 serially, and associated schedule uncertainties, will
- 17 it be appropriate to proceed with the adjudication
- 18 contentions on multiple tracks.
- 19 That is, for the parties to conduct
- 20 discovery on certain related groups of contentions
- 21 while simultaneously participating in hearings on
- 22 other related groups of contentions that are ready
- 23 for adjudication.
- Now, in the six filings that we received at
- 25 the end of last week, the parties, some of the

- 1 parties and the groupings of parties have put forth
- 2 their positions.
- I think it probably still makes sense for
- 4 us to plow through this and identify the specific
- 5 areas of disagreement so that we can iron those out
- 6 or attempt to reach full consensus.
- 7 I think the easiest way to start is, let's
- 8 start with Nevada, DOE, and the staff as the major
- 9 authors of the filings that were -- that came in,
- 10 then we will turn to the Four Counties and then go
- 11 around the room on the rest.
- 12 Is that acceptable?
- 13 >>MR. SCHMUTZ: Yes, Your Honor.
- 14 >> MS. BUPP: Yes, Your Honor.
- >>JUDGE MOORE: Mr. Malsch, would you
- 17 start, please.
- 18 MR. MALSCH: The State of Nevada -- Marty
- 19 Malsch for the State of Nevada.
- Nevada's proposal in its Answer was to
- 21 proceed with discovery on safety issues associated
- 22 with SER Volumes I and III, and those few deeper
- 23 questions that are safety related associated with
- 24 Volumes I and III, and we could begin the discovery
- 25 process for those promptly after the Board issues its

- 1 order, which would be around October 1St.
- 2 And then we would proceed, following
- 3 completion of discovery and following issues of the
- 4 staff's SER on Volumes I and III, to discovery
- 5 against the staff, preparation for hearing and
- 6 hearing on those issues. And that is basically our
- 7 proposal to get things going with this proceeding in
- 8 response to question one.
- 10 and try to clarify something.
- 11 In the -- I believe it was March telephone
- 12 conference, in which CAB-01 had the first prehearing
- 13 conference with all of the parties, in response to
- 14 your question, Mr. Malsch, posed as to the Board's
- 15 enforcement of 2.1018 regarding Interrogatories, it
- 16 appears that, contrary to my recollection of what was
- 17 said, that the Board basically said, it is the
- 18 regulation, it must be complied with, that
- 19 interrogatories have been, in your thinking, taken
- 20 off the table.
- 21 It strikes me that you have all pledged in
- 22 the filings we've received to date to fully cooperate
- 23 with the exchange of information, and for that we
- 24 commend you.
- That appears to have been happening, and

- 1 you all profess that you believe it will continue.
- 2 But would not the use of interrogatories serve a
- 3 useful purpose in helping narrow these issues in
- 4 getting out the views of the experts on both sides
- 5 before depositions?
- 6 I believe I can speak for the Board that
- 7 such motions, if cooperation does not provide it
- 8 voluntarily, which is the premise of the rule, that
- 9 the Board would look favorably upon granting such
- 10 motions because we believe it could be an invaluable
- 11 tool to helping this process along.
- >>MR. MALSCH: Again, Marty Malsch from the
- 13 State of Nevada.
- We would certainly not object to that.
- 15 mean, frankly, we had thought that interrogatories
- 16 would be not usually useful, but they could be useful
- 17 and so, we certainly would not object to a provision
- 18 whereby there could be some interrogatories before
- 19 depositions.
- 20 I must say, I don't think we feel strongly
- 21 about it.
- >>JUDGE MOORE: DOE?
- >>MR. SCHMUTZ: Having been settled in
- 24 federal court discovery for about 30 years now, I'm
- 25 not real happy about interrogatories anyway. I mean,

- 1 I don't think they serve much purpose to settle
- 2 district court litigation, and I don't think it will
- 3 serve much purpose here.
- 4 I think that, if I'm reading -- hearing you
- 5 right, you're saying that the interrogatories somehow
- 6 will serve for expert reports, which we don't agree
- 7 with. The answers to those interrogatories will be
- 8 caveated to the point where they're not worth
- 9 anything until the expert's have -- until discovery's
- 10 been conducted and DOE's experts fully understand the
- 11 basis for the contentions that have been proffered.
- 12 And so I don't think that you would get
- 13 very much out of interrogatories to our experts with
- 14 regard to their opinions about contentions until they
- 15 learn more.
- >>JUDGE MOORE: But if you jump to
- 17 depositions, aren't the answers going to be equally
- 18 qualified and equally restricted for that very same
- 19 reason?
- >>MR. MALSCH: It may or may not be so. It
- 21 depends on the questions. A lot of the questions, I
- 22 would expect, for example, of our experts, will be
- about the SER analysis, and the SER, which is,
- 24 indeed, what the -- the case is about and with the
- 25 contentions directed, I would expect that our

- 1 deposition questions would be directed as to learning
- 2 precisely what the contentions mean in the mind of
- 3 the experts. So, no, I don't think that's of value.
- 4 >>JUDGE MOORE: Staff?
- 5 >> MS. BUPP: Well, the staff certainly
- 6 appreciates that the Board is open to hearing
- 7 interrogatories but I agree with the other parties
- 8 that given the amount of informal information that
- 9 has already been exchanged and our commitment to
- 10 continue to exchange such information, they may be
- 11 of limited use.
- 12 I would also note that since discovery
- 13 won't be able to begin against the staff until after
- 14 each volume of the SER is published and under every
- 15 schedule, we left approximately two months for
- 16 discovery against the staff, interrogatories of staff
- 17 expert witnesses may not be practicable given the
- 18 time constraints.
- 20 discovery of the staff are totally different, you
- 21 have a shield to most of this.
- >> MS. BUPP: Yes.
- >>JUDGE MOORE: Four Counties? Mr. List.
- 24 >>MR. LIST: Yes, Your Honor.
- 25 Our -- our position, I think, is as

- 1 follows: Our contentions are relatively few and
- 2 relatively simple compared to many of the more
- 3 scientifically-driven contentions that are -- that
- 4 are before you.
- From our perspective, just on thinking of
- 6 our contentions alone, I don't believe that
- 7 interrogatories would be particularly helpful.
- 8 I think we -- we'd prefer in our case to go
- 9 straight to the deposition stage. But for the other
- 10 -- the other parties in more complex contentions, it
- 11 may very well be that they'd be well-served to
- 12 proceed with interrogatories.
- >>JUDGE MOORE: Now, let's just start with
- 14 NCA in the back.
- You have any comment on the first question
- or my questions about interrogatories in response?
- 17 >>MR. WILLIAMS: No, sir. Thank you.
- 18 >>MR. LIST: Judge -- Judge Moore?
- 19 >>JUDGE MOORE: Yes.
- >>MR. LIST: Over here.
- I didn't realize you were asking for
- 22 comments on -- on the first question as well. I
- 23 thought you were addressing simply the interrogatory
- i ssue.
- 25 If I may, on the first question, we do

- 1 believe that -- that we ought to proceed
- 2 simultaneously on the various groups of contentions
- 3 and as we set forth in our response, our filed
- 4 response, we particularly urge that the purely NEPA
- 5 contentions and nonsafety-related contentions ought
- 6 to be at the -- ought to be taken up in early stages.
- 7 It appears that question number one is a
- 8 rather generic one. And I'm prepared to address the
- 9 NEPA question now or at a later point in time if
- 10 that's your wish.
- 11 >>JUDGE MOORE: You raise a very
- 12 interesting question, Mr. List.
- With the NEPA contentions, the three
- 14 licensing Board's decision issued on May 11th,
- 15 found it unnecessary to address the standards which
- 16 would be applicable for adjudicating the NEPA
- 17 contentions at that time.
- We are well aware that that question will
- 19 have to be addressed. We're also well aware of how
- 20 those NEPA questions, issues, are answered, will
- 21 determine and shape any litigation and any discovery
- on those.
- Should we jump into that at this point?
- Mr. List, back up and repeat your answer.
- 25 Let's go ahead and answer Question One and then we'll

- 1 detour into the subquestion of NEPA.
- 2 So -- and we'll make sure everyone gets an
- 3 answer on Questi on One.
- 4 >>MR. LIST: Very well.
- Well, we do believe that the answer to
- 6 Question Number One is yes.
- 7 >>JUDGE MOORE: Back to you, Mr. Malsch,
- 8 because you got detoured as well on answering
- 9 questi on one.
- Do you want to do it, to take them all on
- 11 for Volumes I and III? Is that fairly stated?
- 12 >>MR. MALSCH: That's fairly stated. I'm
- 13 Marty Malsch for the State of Nevada.
- We would propose that discovery begin this
- 15 fall, on safety issues associated with SER Volumes I
- 16 and III, and a subset of NEPA questions that are also
- 17 associated with safety issues in Volumes I and III.
- Subject only to a caveat that we still have
- 19 to hear from the staff about their plans with respect
- to what was to be DOE's SELS supplement; I think it's
- 21 fair to say that the contentions we have related to
- 22 that, and the NEPA contentions we have related to
- that are SER Volume III related kinds of contentions.
- 24 And so, that would be part and parcel of our
- proposal.

- 1 But we need to hear from staff about what
- 2 its plans are first before we get very concrete about
- 3 those.
- We don't see any -- any need or benefit and
- 5 would prefer not to proceed now with discovery and
- 6 then a hearing on the so-called pure NEPA contentions
- 7 that have no safety component.
- 8 >>JUDGE MOORE: Could you say that again,
- 9 Mr. Malsch. You don't want to proceed on pure NEPA
- 10 issues, is that what I heard you say?
- 11 >>MR. MALSCH: That -- that's correct.
- We -- we -- and I think we have agreement
- 13 with some of the other parties in this as well. I
- 14 think these -- these contentions, these NEPA
- 15 contentions are, we said in response to the question,
- 16 ripe for discovery and litigation subject only to the
- 17 staff's announcing its plans with respect to the
- 18 groundwater questions; but that we would prefer to
- 19 put those off until a later stage in the proceeding
- 20 and that is because, from our standpoint, while we
- 21 think these NEPA contentions, for example,
- 22 transportation contentions are very important in
- terms of full disclosure, we're also painfully aware
- 24 of the limitations under remedies available to us
- under NEPA. I don't think the staff, the Commission

- 1 has ever denied a license on NEPA grounds, and so we
- 2 would prefer to concentrate our resources on what we
- 3 perceive to be unique and especially important
- 4 aspects of this proceeding, which are post-closure,
- 5 which are post-closure questions. And so that is the
- 6 basis for our proposal to procedure now on SER
- 7 Volumes I and III, safety and NEPA-related questions.
- 8 >>JUDGE MOORE: DOE?
- 9 MR. SCHMUTZ: Thank you, Your Honor.
- 10 I find myself in violent agreement with
- 11 Mr. Malsch on this issue.
- We agree that we ought to limit ourselves
- to SER Volumes I and III, those issues including
- 14 NEPA, that encompasses approximately 2/3rds of all
- 15 the contentions. From our point of view, we think
- 16 that's a pretty big bite. That's enough.
- We don't see that we gain very much by
- 18 taking on another 40 or 50 NEPA contentions, some
- 19 related perhaps to Volumes I, II, IV, and V, which
- 20 are going to come out later, if there are any. They
- 21 ought to be dealt with then. I don't think they're
- 22 pure NEPA contentions, but precisely the reason
- 23 Mr. Malsch stated, ought to be put off until then.
- But the ones that are truly related to the
- 25 safety issues, post-closure safety issues, we ought

- 1 to be addressing those now whether they're NEPA or
- 2 safety, they're related to SER I and III.
- And I also agree that if a supplement comes
- 4 out, and they're late file contentions, that will
- 5 have to be dealt with, again for volumes SER I and
- 6 III issues, this would be groundwork primarily, that
- 7 those late file contentions would have to be dealt
- 8 with as well.
- 9 >>JUDGE MOORE: Staff?
- >> MS. BUPP: As we say, in our different
- 11 views in Nevada's response, we agree with Nevada's
- 12 proposal, with a rather large caveat, that we would
- 13 place all of the legal contentions first, have the
- 14 briefings schedule on those exclusively for the first
- 15 few months, and then afterward, after that is
- 16 resolved, we would start discovery with contentions
- 17 related to SER Volumes I and III. We also agree with
- 18 Nevada and DOE that we should save the contentions
- 19 until after SER Volumes I and III have been dealt
- 20 with. We would do those with SER Volumes II, IV, and
- 21 V.
- >>JUDGE RYERSON: Before we go on to the
- 23 other parties, I have a question for both primarily
- Nevada and DOE on the scheduling that you propose.
- You seem to be in agreement on a two-phase

- 1 process. But under the first phase, you would have
- 2 hearings starting less than three months after the
- 3 close of discovery. And in the second phase, you
- 4 would have hearings starting two months after the
- 5 close of discovery. And I wonder whether that
- 6 reflects some consensus on the role or lack of a role
- 7 for some disposition consensus after discovery?
- 9 but I could be wrong, at the close of discovery in
- 10 the first phase. Maybe it was three. I thought it
- 11 was four. We think four months is the right -- the
- 12 right period of time after the close of discovery.
- But on the second -- I just want to make
- 14 our position clear, on the second schedule for I, II,
- 15 IV, and V, we don't want to schedule that.
- We don't think there ought to be any
- 17 schedule worrying about what we're going to do on the
- 18 second phase. That can be taken up months from now
- 19 when we have a schedule for the issuance of those
- 20 SERs. We don't have that schedule. We want the
- 21 Board to have a shot at it on one point, sort of an
- assumed schedule.
- But we shouldn't be basing hearing
- 24 preparation on that. The staff is going to let us
- 25 know at some point when those volumes will come out

- 1 and we will schedule that at that time. That's our
- 2 view.
- What we're going to be talking about today
- 4 and tomorrow, is schedule for the discovery and
- 5 hearing process for SER Volumes I and III.
- 6 >>JUDGE RYERSON: Mr. Malsch, do you have a
- 7 comment on setting the second stage schedule and
- 8 also on the rule of summary disposition?
- 9 >>MR. MALSCH: Marty Malsch for Nevada.
- 10 We are coming from behind. Our proposed schedule is
- 11 four months from close of discovery to the start of
- 12 the hearing is not -- because there was little, if
- 13 any, summary disposition practice in that time frame,
- 14 because, frankly, we think four months is ambitious
- in terms of preparing for witnesses and actually
- 16 preparing for the hearing. So that was our
- 17 assumption. In terms of the schedule, in the out
- 18 years and the SER volumes, so -- I mean, we agreed
- 19 there's no really need to set any schedule dates at
- 20 this point. Among other things, we don't have any
- 21 firm dates for the SER Volumes, so it's all pretty
- 22 much guess work.
- >>JUDGE RYERSON: Okay.
- 24 >>MR. SCHMUTZ: Judge Ryerson, may I answer
- 25 the question on some of your dispositions?

- 1 Just a -- we actually would probably have a
- 2 couple of summary disposition motions that we would
- 3 file but that isn't what's driving this schedule.
- 4 We would file those well before what -- I
- 5 think we would file them well before that four-month
- 6 period --
- 7 >>JUDGE RYERSON: Right.
- 8 >>MR. SCHMUTZ: And they're limited.
- 9 >>JUDGE RYERSON: But you would still want
- 10 the ability to file them after discovery, correct?
- 11 >>MR. SCHMUTZ: Yes.
- 12 >>JUDGE WARDWELL: How soon after discovery
- 13 should they be limited to because we can't handle
- 14 NSDs up to the point of hearing?
- 15 >>MR. SCHMUTZ: I don't recall what are the
- 16 intervals, reply intervals. Alex may be able to
- 17 address those.
- 18 But I think you would set a schedule
- 19 perhaps within a month of the closing of discovery of
- 20 any disposition motion that the parties that are
- 21 going to file, have to be filed. We wouldn't object
- 22 to that at all. I don't think we'll have any at that
- 23 point. It's very unlikely.
- 24 >>JUDGE MOORE: Have any of you given
- 25 thought to the lead time for filing prefile direct

- 1 testimony? You're talking a four-month interval
- 2 from the close of discovery to the start of a
- 3 hearing?
- 4 Speaking only for myself, because of the
- 5 way in which the scheduling will need to be done so
- 6 that the requisite expertise on the technical side of
- 7 this case with the panel -- the Boards that will --
- 8 from the panel that will be hearing various of these
- 9 groups of issues, I was always inclined to think that
- 10 we would -- this case would demand an exceedingly
- 11 long lead time on prefile direct testimony, so that
- 12 the Boards would have ample time to prepare as would
- 13 the parties, so that the hearings could be conducted
- 14 most efficiently and continue in that vein because it
- 15 will be broken into manageable numbers of contentions
- 16 out of this group.
- 17 You've given us a number and, again, I'm
- 18 sorry, I'll have to sort through to get your chart,
- 19 but the overwhelming number of contentions are on
- 20 Volume III --
- >>MR. SCHMUTZ: Yes.
- >>JUDGE MOORE: -- and it's something on
- the order of 155, if I'm remembering correctly.
- MR. SCHMUTZ: Not including the related
- NEPA contentions, I think that's right.

- 1 JUDGE MOORE: And they cover literally, the
- 2 spectrum of expertise that's going to be needed in
- 3 this case. And of course, we have no notion at this
- 4 point and really won't have a firm notion until we
- 5 see the prefile direct testimony and exhibits, as to
- 6 how much time -- and this will all be negotiated with
- 7 the parties for cross examination, et cetera, for
- 8 this group of contentions and the next group and the
- 9 next group.
- So, once the process starts, it's going to
- 11 be fairly continuous, but work into that, is the lead
- 12 time on prefile direct testimony.
- And when you say testimony starting four
- 14 months after close of discovery, that's just about
- 15 the right amount of time that probably should be
- 16 needed for prefile direct testimony and exhibits on a
- sensible schedule, so that this can continue a pace.
- 18 >>MR. SCHMUTZ: I find myself in agreement
- 19 with you. The four months --
- >>JUDGE MOORE: Let's not let that be a
- 21 habi t.
- MR. SCHMUTZ: I promise you it won't.
- 23 Mr. Silverman will be back soon, and as you know,
- 24 Judge Moore, he's not the most agreeable guy. I'm
- just kidding.

- 1 JUDGE MOORE: And I don't know it.
- 2 MR. SCHMUTZ: The four months is actually
- 3 driven by the schedule. It's in the regulations,
- 4 there's going to be a four-month interval between the
- 5 close of discovery and the start of the hearing. I
- 6 mena, that's what it says. And I think all that we
- 7 were trying to do --
- 8 JUDGE MOORE: That's Appendix D, that's
- 9 wht you're speaking to?
- 10 MR. SCHMUTZ: Yes.
- 11 JUDGE MOORE: Well, from a practical
- 12 matter, has not the staff rendered under Appendix D
- 13 by not issuing until next April five volumes of the
- 14 SER?
- MR. SCHMUTZ: That may be and I don't think
- 16 that we are wedded to the four months if the parties
- 17 and the Board come to the conclusion that that's
- 18 unworkable, and it may very well be, I think we can
- 19 work out a different schedule.
- It may be that the Board will say, we
- 21 can't possibly get through all that prefile testimony
- and even if you people can file it on time to start
- 23 hearings in four months, it's going to be a lot of
- stuff and it's going to be dense and hard to
- understand in many cases, I suspect and take a great

- deal of work. From our point of view, if the Board
- 2 said we ought to do prefile testimony three months
- 3 after that and the hearing start a couple months
- 4 after that, we certainly wouldn't think that was at
- 5 all unreasonable.
- 6 JUDGE MOORE: But that would be -- I think
- 7 we've always envisioned somewhat of a continuing
- 8 process, working through all 155 plus contentions.
- 9 And you all know from past experience that if at the
- 10 end of this marathon we actually want to have people
- 11 finishing crossing -- crossing the finishing line, we
- 12 will have to break it into manageable portions of
- 13 contentions., so that we can put before you, the
- 14 requisite expertise to hear those that involve
- volcanism, those that involve seismology, those that
- 16 involve all of the various expertise --
- MR. SCHMUTZ: Sure.
- 18 JUDGE MOORE: -- that are necessary and
- obvious from the contentions, groupings that we have.
- 20 MR. SCHMUTZ: You know, it may be that for
- 21 purposes of where we are now, having a process that
- 22 gets us through discovery and a schedule for getting
- 23 us through discovery, at this point, might be where
- 24 we ought to be, get through some portion of that and
- 25 then begin talking later on about what the hearing

- 1 process is going to look at and what the dates are
- 2 for prefile testimony.
- We're talking about a process that is --
- 4 we're now looking out, you know, a year and half. I,
- 5 quite frankly, half the time don't remember what I
- 6 did yesterday. I don't know how I'm going to
- 7 remember a year and a half out.
- 8 So I'm not sure -- perhaps we're biting off
- 9 more than we can chew.
- 10 >>JUDGE RYERSON: It was the intention of
- 11 the parties that there be a minimum of four months
- between the close of discovery and the hearing,
- 13 correct?
- 14 >>MR. SCHMUTZ: That's our goal.
- >>JUDGE RYERSON: I know you were asked to
- 16 try to file something quickly, but as I look at page
- 17 of Nevada's filing, unless I'm reading the chart
- 18 wrong, it's less than three months for the first
- 19 phase and two months for the second phase.
- 20 It says, two months after discovery ends on
- 21 the chart for SER Volume II. And on first phase,
- Volume III, it's November 30, with the hearing
- 23 starting on February 21, which is less than three
- 24 months. So that was -- I mean, that was not your
- 25 intent. Your intent was to do at least four months,

- 1 I think.
- 2 >>MR. MALSCH: Marty Malsch for the State
- 3 of Nevada.
- I think that's right. But let me say that
- 5 we, as DOE had said, we felt constrained by the
- 6 schedule durations in Appendix D. That's really all
- 7 that went into it.
- 8 And also, we did not take account of the
- 9 possibility, which is probably a logical process of
- 10 proceeding to hearing in chunks of preclosure issues
- 11 rather than all at once.
- 12 I mean, Appendix D seems to assume, you go
- 13 to hearing on everything in three or four months
- 14 whereas, that really doesn't make a whole lot of
- 15 sense. And once we bifurcated into Volume I and
- 16 Volume III issues and other issues, since we have so
- 17 many contentions in Volume III, especially, it
- 18 probably makes sense to go to hearing in selected
- 19 subjects -- subsets of that and then stagger filings
- 20 of prefile testimony accordingly.
- But we -- we -- I have to say, we haven't
- 22 given consideration to that because we felt at this
- 23 stage, at least, we were restrained by Appendix D.
- 24 >>JUDGE MOORE: The rest of the parties
- 25 wish to be heard on this. Let's start in the back

- 1 and work our way around.
- 3 else I wanted to add in response to question one.
- 4 It's not directly related but I think since other
- 5 parties have brought it up, it would be helpful if I
- 6 can give a little bit of information about the
- 7 groundwater supplement at this point.
- 8 As we stated in the adoption termination
- 9 report, as DOE's not completing the groundwater
- 10 supplement, we will be completing the groundwater
- 11 supplement. However, it is not part of our budgeted
- 12 resources for fiscal year 2010 and so at this point,
- 13 we don't have a schedule for when it will be
- 14 completed but it will not be completed during 2010
- 15 fiscal year.
- >>JUDGE MOORE: So the earliest would be
- 17 sometime in 2011.
- 18 >> MS. BUPP: Yes, Your Honor.
- 19 JUDGE MOORE: And do you see any reason why
- 20 it can't be completed in a year?
- >> MS. BUPP: You mean why it couldn't be
- completed by 2011?
- >>JUDGE MOORE: No. Regardless of when you
- 24 start, can it be done in a year or has the staff not
- 25 faced up to that?

- 1 >> MS. BUPP: Yes, Your Honor. Once we
- 2 begin, whenever that is, it could be completed within
- 3 a year.
- 4 >>JUDGE MOORE: Okay. So for planning
- 5 purposes, 2010 is out. Are we talking calendar or
- 6 fi scal?
- 7 >> MS. BUPP: Fiscal.
- 8 >>JUDGE MOORE: And then it needs to be
- 9 worked into the schedule for NEPA contentions
- 10 subsequent.
- 11 >> MS. BUPP: Yes, Your Honor.
- 12 >>JUDGE MOORE: Okay.
- 13 >>MR. LIST: Judge Moore, if I may, Bob
- 14 List. If I may go back for just a moment to the
- 15 discussion of the timing of the pure NEPA
- 16 contentions; and I think, first, that Ms. Bupp's
- 17 comments really lead me to suggest that it's so
- 18 important that these NEPA contentions, pure NEPA
- 19 contentions be taken up early because if in fact we
- 20 prevail on them, if it's determined that the
- 21 Environmental Impact Statement was faulty in its
- 22 failure to fully address properly the transportation
- issues and the public safety and the first responder
- issues, then it's going to be necessary to go back
- and supplement the Environmental Impact Statement.

- 1 We've just heard that that process will
- 2 take a year. So, this becomes a pacing item. If
- 3 these --
- 4 >>JUDGE MOORE: Mr. List, if I might
- 5 interrupt.
- 6 It is intricately tied to the question,
- 7 essentially a legal issue, of what the standard in
- 8 this very unique proceeding will be for dealing with
- 9 NEPA issues, quick digression. In the standard
- 10 Commission case -- make it very clear, this is not
- 11 that. When there are challenges to the
- 12 staff-prepared environmental documents under NEPA,
- 13 whether it be EIS or EA, the challenges are
- 14 entertained in the hearing process and are -- the
- 15 documents are deemed amended supplemented, if you
- 16 will, by the hearing process and the Board's decision
- 17 on those.
- So that is, in and of itself, from the
- 19 evidence that is presented, in and of itself, the
- 20 supplementation process because the NRC is the only
- 21 agency that permits litigation at the administrative
- 22 level of challenges to the validity of NEPA
- 23 documents.
- 24 That said, there -- I don't know how that
- 25 scheme fits in with, on one hand, of DOE, that wrote

- 1 the EIS on the waste policy act. The staff then
- 2 determines whether it's acceptable or practicable to
- 3 adopt. I don't know how that normal NRC scheme fits
- 4 in with what we have in front of us under the Waste
- 5 Policy Act.
- 6 So, your question may well be a pacing item
- 7 but if the normal NRC adjudicatory process for
- 8 addressing NEPA issues is in play, then it would not
- 9 -- I set that out because that's one of the issues
- 10 that's going to have to be decided and we're going to
- 11 have to get it correct and probably appealed so that
- we're not doing it more than once.
- 13 >>MR. LIST: I understand -- I understand
- 14 the issue and the question of interpretation. As we
- 15 read the regulatory's framework, in the event that
- 16 it's determined that the Environmental Impact
- 17 Statement in fact failed to address certain matters,
- 18 as it should have, as we read it, the NRC may then
- 19 initiate a supplemental process, that is, that -- I
- 20 suppose is additive to the DOE's Environmental Impact
- 21 Statement.
- 22 And it seems to us that that's going to
- take a considerable amount of time.
- >>JUDGE MOORE: They might -- if the normal
- 25 NEPA, NRC environmental adjudicatory process held

- 1 they could do that through their evidence on those
- 2 NEPA contentions.
- I am frank to state, and speaking only for
- 4 myself, I do not know in the unique circumstances of
- 5 this proceeding, whether those are the rules.
- 6 >>MR. LIST: Well, maybe that's a better --
- 8 earlier that that's one of the issues that we need to
- 9 hear from the parties on, that we side-stepped it
- deliberately in our contention admission decision but
- 11 we all recognize that it's lurking and must be
- 12 decided. And that may be an item that we need to put
- on the agenda to at least preliminarily hear from you
- 14 today or tomorrow.
- >>MR. LIST: I would just finally add that
- 16 if, in fact, it's determined that there has to be a
- 17 supplemental process to augment the Environmental
- 18 Impact Statement, that it does become a pacing item,
- 19 and if this is put off until the end of the process,
- that finish line gets pushed out, say, 12 months.
- 21 And we don't want that to happen. And I should also
- 22 add that -- that the -- I believe that in addition to
- 23 the Four Counties, I believe every Nevada County
- 24 with the possible exception of Clark County, also
- 25 believes that these matters ought to be taken up

- 1 early.
- 2 Transportation is critical to the people
- 3 who live closest to this repository and we think that
- 4 special weight should be given to that.
- 5 >>JUDGE MOORE: Any other comments as we're
- 6 working around on question one?
- 7 Yes.
- 8 >>MR. ROBBINS: Alan Robbins, on behalf of
- 9 Clark County, Your Honor.
- 10 Given the discussion this morning, I think
- 11 it's evident that the process of schedules submitted
- to the Board was premised on certain assumptions
- 13 regarding time frames, as Mr. Malsch indicated.
- 14 If we are no longer bound necessarily by
- 15 those ground rules that we assumed did govern over
- 16 us, perhaps with some indication from the Board as to
- 17 what parameters do or don't apply, it might make
- 18 sense of the Board going back to the drawing board
- 19 and take another shot at a schedule, where they may,
- 20 perhaps, if this is the right way to put it,
- 21 artificially by parameters that are not applicable.
- 22 And so that -- that might be a useful way
- to proceed or for the Board to consider.
- 24 Second, given the submissions to date,
- 25 Clark County has been supportive and in agreement

- 1 with the basic process that the State of Nevada and
- 2 DOE are generally in agreement upon.
- We have questioned, however, whether
- 4 there's really a need to start immediately, given the
- 5 status of the SER publications.
- 6 We have a concern, however, about Staff's
- 7 proposal of deferring discovery and litigation on the
- 8 safety contentions, in favor of briefing various
- 9 legal issues. And our principle concern with that is
- 10 because if we understand it correctly, that
- 11 four-month period or so that Staff would allot to
- 12 briefing, would lead into the discovery period
- otherwise available rather than just push it back.
- 14 And there's too much to be done to erroding what we
- 15 think is already too limited a time as it is, and
- 16 therefore, not supportive of Staff's proposal in that
- 17 respect.
- 18 Finally, Your Honors, on the question of
- 19 interrogatories, we think they are or can be useful
- 20 devi ces.
- I know I prefer not to go into depositions
- 22 any blinder than necessary and sometimes
- interrogatories serve somethings, a flashlights to
- 24 guide the way a little bit before you get in there
- and you find out that you're asking your questions to

- 1 the wrong person or, you know, not as well focused as
- 2 you might have otherwise been if you were given some
- 3 preliminary information. And given the informal
- 4 cooperation that we understand has been occurring and
- 5 all parties continue to profess to, why then should
- 6 there be any concern about possible use of
- 7 interrogatories if a party considers them useful
- 8 under certain circumstances. And we will support
- 9 that.
- 10 >>JUDGE MOORE: Inyo County?
- 11 >>MR. JAMES: Yes, Your Honor, Greg James,
- 12 Inyo County.
- 13 Inyo County is basically in agreement with
- 14 the State of Nevada and DOE's general timing, and we
- 15 concur with Clark County that if there's going to be
- 16 hearings on the legal contentions first, it should
- 17 not shorten the time for the discovery on the ety
- 18 contentions.
- 19 And concerning the interrogatories, it --
- 20 just is a suggestion, it seems like the expert
- 21 statements and information is going to be exchanged,
- 22 should be clarified before a decision is made on
- 23 interrogatories. If there's a small amount of
- information going to be exchanged, interrogatories
- 25 may play a very important part in preparing for

- 1 depositions. On the other hand, if a significant
- 2 amount of information is exchanged about positions
- 3 and references and whatnot, it may eliminate some of
- 4 the need for extensive interrogatory process.
- 5 >>JUDGE MOORE: JTS?
- 6 >>MR. POLAND: Thank you, Your Honor.
- We made a filing last week on Friday where
- 8 we largely adopted what Nevada had set out. We do
- 9 have one separate issue, however, and that is, that
- 10 we have a number of contentions that potentially fall
- 11 within a couple of the different SER volumes, Volume
- 12 III and IV. Those apparently, from what the NRC
- 13 staff has told us, are on different timing tracks.
- 14 We'd certainly be happy to proceed starting out,
- 15 having those four contentions go ahead with discovery
- 16 with Volume III. But our ability then to switch
- 17 those into the Volume IV SER discovery hearing track,
- 18 really depends on when that SER Volume IV would be
- 19 rel eased.
- We also have contentions that are affected
- 21 by what would happen with groundwater and what the
- 22 NRC staff would do with the additional report that
- 23 the DOE has submitted. And so I do think that the
- 24 timing at least as to a number of our contentions is
- 25 affected by the time that the NRC staff is going to

- 1 release them.
- 2 As far as the interrogatory issue is
- 3 concerned, we're not opposed at all to
- 4 interrogatories, pretty much agree with the
- 5 statements of the counsel for Inyo County.
- 6 >>JUDGE MOORE: Thank you.
- 7 White Pine?
- 8 >>MR. SEARS: Thank you, Your Honor.
- 9 White Pine has agreed with Nevada with
- 10 respect to the --
- No, wait a minute. No, I'm sorry. Go
- 13 ahead, White Pine.
- I keep confusing when we joined the groups.
- >>MR. SEARS: That's all right, Your Honor.
- 16 I'm the old gray one over here. We have agreed with
- 17 Option One as set forth by the State of Nevada, but
- 18 we have substantial interest in the answer to the
- 19 subquestion that you posed earlier because our
- 20 contention straddles Volume III and NEPA in that we
- 21 are very concerned about the effect on the general
- 22 environment in our NEPA contention. And so, we are
- 23 going to be very interested in the answer to that
- 24 subquestion and would like an opportunity to
- 25 participate.

- 1 JUDGE MOORE: Lincoln County?
- 2 MR. WHI PPLE: Good morning, Judge Moore.
- 3 Brett Whipple on behalf of Lincoln County. Judge
- 4 Moore, Lincoln County places a priority on the NEPA
- 5 issues, and so we join our counties in that -- in
- 6 that concern. We are concerned that Lincoln County
- 7 is in the race of the finish line that some of these
- 8 NEPA issues may be pushed aside, or not, given the
- 9 full concern, the full issue that we believe we
- 10 deserve.
- 11 With regard to the interrogatories, we have
- 12 no position.
- >>JUDGE MOORE: Okay, thank you.
- 14 NRC staff?
- 15 Yes.
- MR. DANIEL: Excuse me, Your Honor. Jeff
- 17 Daniel on behalf of Nye County. I think somehow we
- 18 got missed in the laundry list of -- in the --
- JUDGE MOORE: I apol ogi ze.
- 20 MR. DANIEL: Completely okay given how many
- 21 people are going to be discussing issues this
- 22 morning.
- For the Board's benefit, we did -- Nye
- 24 County did file our own separate and different view
- 25 with respect to question number one. And it's our

- 1 opinion that we are in general agreement with the NRC
- 2 staff, but we differ slightly from what schedule they
- 3 are offering in that we do believe you can commence
- 4 some of the briefing earlier, given the fact that --
- 5 or discovery earlier, given the fact that there's
- 6 going to be a lag between the time you actually
- 7 notice depositions and you actually start taking
- 8 those depositions.
- 9 We also have in our filings, subdivided the
- 10 NEPA contentions into three categories that we
- 11 believe will facilitate and make it more efficient in
- 12 handling those NEPA contentions, some of which have
- 13 purely -- what we consider to be purely legal issues
- 14 and those we believe could be handled upfront.
- 15 For example, the discussion of res
- 16 judicata, collateral estoppel issue, conclusion that
- 17 came up during the earlier prehearing conference with
- 18 respect to some of those contentions.
- 19 JUDGE MOORE: What is the advantage of
- 20 briefing all of the legal issues recognizing that
- 21 Volumes II, IV, and V, of the SER of which more than
- 22 half of those legal issues are tied to, are somewhere
- 23 out in the galaxy?
- 24 And frankly, we don't know whether they
- 25 have fuel to ever get home.

- 1 >>MR. VAN NIEL: Your Honor, to the extent
- 2 that the Board makes that decision, then we are, NYE
- 3 County is fine with just briefing the legal
- 4 contentions that relate to Volumes I and III.
- 5 JUDGE MOORE: And again, I apologize for
- 6 overlooking Nye County.
- 7 Mr. List, you've already spoken. That puts
- 8 us at California.
- 9 MR. SULLIVAN: Thank you, Your Honor. Tim
- 10 Sullivan for California.
- 11 I'd like to address why we think that the
- 12 pure NEPA contentions should not be done in the first
- 13 phase.
- In general, we agree with Nevada, as we
- 15 said in our pleading, we agree with Option Two which
- 16 would create --
- 17 JUDGE MOORE: Let's interrupt. Where are
- 18 you with DOE and your -- what sounds like a stand
- 19 alone agreement, to have all of California -- I'm
- 20 assuming you were speaking in DOE's favor, for
- 21 speaking solely to the California NEPA contentions,
- 22 and have them adjudicated with their counterpart
- 23 safety issues?
- MR. SULLIVAN: Yes, Your Honor, I should
- explain that.

- 1 DOE and California were discussing a motion
- 2 that would schedule all of the pure NEPA contentions
- 3 at the end, after all safety issues were --
- 4 >>JUDGE MOORE: Are you speaking of just
- 5 California's or all parties, NEPA contentions?
- 6 MR. SULLIVAN: We're speaking of all
- 7 parties. However, California and DOE decided that we
- 8 would join in Nevada's Option 2 in lieu of filing
- 9 our motion.
- So California and DOE are not going to be
- 11 filing a scheduling motion. Instead, we think that
- 12 Option 2 accomplishes what we were intending.
- 13 JUDGE MOORE: Okay. Please -- please go
- 14 ahead.
- MR. SULLIVAN: The reason that we don't
- 16 think that the pure NEPA issue should come first is
- 17 that there's no good reason to do them first. The
- 18 parties are going to be busy enough handling the
- 19 Volume I and Volume III issues.
- 20 And we, I think, have to come to terms with
- 21 the fact that there are resource constraints on all
- of the parties, especially Staff, which are out of
- 23 Staff's control, but do effect what we can get
- 24 accomplished in this room.
- So I think it makes sense to triage the

- 1 issues that we're going to tackle in this case.
- The pure NEPA issues, that are 44
- 3 contentions that will fall into that category as not
- 4 being related to safety, of those, 38 are
- 5 transportation specific, and the other 6 are
- 6 socioeconomic and cultural. So when we're talking
- 7 about pure NEPA contentions, what we're really
- 8 talking about, for the most part, is transportation
- 9 contentions and whether not those should be done in
- 10 the first phase. And our position is that they are
- 11 not necessary to litigate in the first phase.
- They're not related to repository design.
- 13 They're not related to safety of the repository,
- 14 integrity of the repository. And they're not going
- 15 to give us any information about other repositories
- 16 that might be built sometime in the future, on that
- 17 Level.
- 18 They talk about procedural failings. So I
- 19 don't think that they are a priority for doing first.
- I don't think that resolving those
- 21 transportation NEPA contentions is going to determine
- 22 whether or not the Nuclear Waste Policy Act schedule
- is met by this Board.
- I think that's going to be determined based
- on the resources of the parties, especially DOE and

- 1 NRC, which is out of everyone's control. The --
- 2 >>JUDGE MOORE: Let me ask: This goes back
- 3 to the question and the exchange that Mr. List and I
- 4 had.
- We have to face up to how NEPA contentions
- 6 in this unique proceeding will be adjudicated and
- 7 what, if any, kind of additional supplementation
- 8 other than what comes out of the adjudicatory process
- 9 is necessary.
- Those, what you call pure NEPA contentions,
- 11 raise that issue and would provide the vehicle for
- 12 resolving that issue and at least resolving it as far
- 13 as getting an appeal to the Commission with real
- 14 contentions, real facts, real records in front of
- 15 them for decision. Should they disagree with any
- 16 unlikely event, that they should disagree with our
- 17 correct analysis of what -- of that issue.
- Doesn't that give it a very attractive
- 19 added set of points for at least taking a subset of
- 20 those and hearing them as quickly as possible so that
- 21 all the other NEPA contentions can then follow suit
- 22 and so we'll know how to deal with them if we got it
- wildly wrong?
- MR. SULLIVAN: I agree that the standard to
- 25 be applied and who needs to supplement and what part

- 1 of the process supplementation needs to be done and
- 2 whether it's public comment required, but these are
- 3 -- these are all issues that would need to be
- 4 resolved ultimately in this case.
- 5 There are lots of legal issues that are
- 6 going to need to be resolved in this case. I just
- 7 don't see that the standard of NEPA adjudication in
- 8 this case as being something of paramount importance
- 9 that should be done first.
- 10 JUDGE MOORE: Okay.
- 11 MR. SULLIVAN: I mean, our position is, if
- 12 this proceeding at some point is going to be
- 13 suspended for lack of resources, that we don't want
- 14 to spend the money over the next two years dealing
- 15 with these issues if we don't need to.
- A lot of the other parties here are -- have
- 17 funding for fiscal year 2010, so they may not -- they
- 18 may not care when these NEPA issues are done, but we
- 19 do care.
- 20 And I would also note that of the 44
- 21 transportation or pure NEPA contention issues, the
- 22 parties that want to put them off to the second phase
- 23 have -- are proponents for 41 of those. And the
- 24 parties who want to do those NEPA contentions right
- 25 now, introduced three of those contentions.

- 1 On the interrogatory issue, I tend to
- 2 agree with Mr. Schmutz that, as a general matter,
- 3 interrogatories don't get you very far.
- 4 I think that if there were specific narrow
- 5 issues that the parties were dealing with, they might
- 6 be more useful.
- 7 JUDGE MOORE: How about the caveat under
- 8 2.12.18, subpart J, unique to this proceeding, for
- 9 interrogatories, where the Board's permission is
- 10 required for interrogatories, the preface is that the
- 11 parties are to work out the exchange of information
- 12 themselves and only if it fails would you request
- 13 permission to use interrogatories? We have every
- 14 indication that all the parties are willing to
- voluntarily exchange as much information as needed,
- 16 and what I had in mind was when that process of
- 17 volunteering the information breaks down, for
- 18 whatever reason, is that not a way to remedy that,
- 19 that might be useful -- as opposed to blanket
- 20 interrogatories and the typical interrogatory answers
- 21 that don't give you the information that you're
- 22 seeking 'til the third set when you have eliminated
- 23 every other possibility.
- 24 But because of the parties willingness to
- 25 cooperate and the premise 1018, it struck -- it's

- 1 possibly a useful tool that only in rare instances,
- 2 if you're all going to cooperate and turn over, what
- 3 would be standard in litigation, the type of
- 4 information that you'd all be entitled to, that the
- 5 Board would entertain favorably interrogatory motions
- 6 to get that information.
- 7 MR. SULLIVAN: I don't see any problem with
- 8 that approach.
- 9 What I was thinking of was -- specifically
- 10 was dealing with experts, expert disclosures and
- 11 preparing for depositions. I think that
- 12 interrogatories are -- will be a somewhat clumsy way
- 13 of getting at the expert's opinions and wouldn't
- 14 really be substantive, it's more along the lines of a
- 15 statement of opinions or supported bases.
- 16 If we're doing interrogatories on experts,
- 17 my first set of interrogatories would say, for each
- 18 of your experts, state the experts' opinions, state
- 19 the bases of that opinion, describe each document
- 20 that the expert relied on, and that's a much more
- 21 cumbersome way of doing that than us just all
- 22 agreeing that that's the kind of exchange we're going
- to have on experts.
- >>JUDGE MOORE: Well, that's what I had in
- 25 mind because of your willingness to cooperate and

- 1 that's the premise of 2.1018 and subpart J.
- 2 NEI?
- 3 >>MR. BAUSER: NEI filed a joint response
- 4 with the Department of Energy to the 23 questions and
- 5 agrees with NEI and with DOE with respect to question
- 6 one. But we also agree with DOE with respect to
- 7 interrogatories.
- Finally, recalling the Chairman's
- admonition this morning, NEI is somewhat concerned we
- might be heading for hearings outside in the
- courtyard this afternoon and we are hoping we're not.
- 12 >>JUDGE WARDWELL: In the last dialogue
- 13 with Mr. Sullivan from California, Judge Moore
- 14 alluded to a broad definition of a pure NEPA
- 15 contention and I think I would like to explore that a
- 16 little bit. I need some help in understanding that.
- 17 And maybe I'll start with the staff on
- 18 this.
- 19 Have you used that phrase, and, if so,
- 20 what's your definition of this?
- >> MS. BUPP: I believe other parties
- 22 actually coined the phrase, and since it's been
- 23 coined, we've been using it internally. And our
- 24 definition is a contention raised under NEPA that is
- 25 not related to SER and is not related to the

- 1 groundwater supplement.
- 2 >>JUDGE WARDWELL: And for future
- 3 expeditious use of time, I think as we move forward,
- 4 I think we all can agree that we don't have to caveat
- 5 the groundwater issues. Those are going to be a
- 6 supplement. That's going to be handled completely
- 7 separate once that's issued.
- 8 >> MS. BUPP: Yes.
- 9 >>JUDGE WARDWELL: So, let's talk only
- 10 about those NEPA contentions. When we use the phrase
- 11 from here on in, I think it would be faster if we
- 12 just use the phrase NEPA contentions recognizing we
- 13 all kind of eliminate those that deal with the
- 14 groundwater issues and we'll handle by a supplement.
- Why aren't all the NEPA contentions,
- 16 exclusive to the undwater, which I don't want to use
- 17 that phrase anymore, not stand alone as they are?
- 18 You, the staff has adopted DOE's FEIS.
- 19 They've done it prior to issuing and doing the safety
- 20 analysis. Can't those be litigated on their own, and
- 21 should they not be litigated on their own, regardless
- 22 of when they are litigated. But shouldn't that be --
- 23 shouldn't they be litigated on their own exclusive of
- 24 the SER because the decisions were reached without
- 25 that information?

1 >> MS. BUPP: It's true that the decisions 2 in the EIS were reached without the information from 3 the SER. However, from a hearing standpoint, because 4 some of the contentions are very similar as being 5 raised in safety space and FEIS space, from sort of a 6 practical standpoint and an efficiency standpoint, 7 they're -- on the subject matter, they would 8 presumably involve similar if not the same experts 9 and so it does seem from an efficiency standpoint to 10 make sense to tie the SER and the NEPA contentions 11 that are related to the SER together. 12 Doesn't that run the risk JUDGE WARDWELL: 13 though of entering in evidence that wasn't used in 14 your adoption of the FEIS that had been generated 15 later on during the SER preparation? 16 >> MS. BUPP: I think that we would still 17 have to have separate hearings or at least separate 18 sessions of hearings of the contentions because they 19 do require different evidence. However, in terms of 20 bringing witnesses to hearings, bringing witnesses to 21 depositions, to make sure that witnesses don't have 22 to be deposed multiple times, make sure that the 23 hearings can be scheduled conveniently for them, it 24 would make sense just from a scheduling standpoint, 25 not from an evidence standpoint, to tie those issues

- 1 together.
- 3 respond to some of the questions I've raised that
- 4 comes from the definition of pure NEPA.
- 5 >>MR. SCHMUTZ: Sure. I -- frankly, I
- 6 agree with the definition as it's been used here.
- 7 think we're just talking about the NEPA contentions
- 8 that aren't related to SER, any SER, let me put it
- 9 that way, and we're talking about transportation, is
- 10 the best example of that.
- So, I -- I -- that's what I understand, we
- 12 haven't used that phrase, I don't believe, but that's
- 13 what I understand it to mean, and I agree with it.
- 14 If that's what it means, you know, that's fine;
- doesn't cause me any problem.
- >>JUDGE WARDWELL: But the connotations
- 17 are, with that definition is that they can now be, if
- 18 people desire to, to be litigated at this point in
- 19 time.
- 20 And the heart of my question is, why aren't
- 21 all NEPA conditions -- contentions suitable for
- 22 litigation at this time because a decision has been
- 23 reached by the staff and DOE in regards to the NEPA
- i ssues.
- >>MR. SCHMUTZ: Sure. I think, Your Honor,

- 1 it comes from -- stems from DOE. I think it's
- 2 precisely what Ms. Bupp says, it's an efficiency
- 3 issue.
- 4 What will happen will be there are
- 5 contentions. For example, there are contentions,
- 6 volcanic contentions that are NEPA contentions. They
- 7 are quite similar to some safety contentions.
- The analysis to defeat those may not be in
- 9 the NEPA documents we have because they -- we did a
- 10 different type of analysis. We are going to explain
- 11 why the analysis that's being used is wrong. That
- 12 will be different evidence than is in the EIS, of
- 13 course it will, as it would be in any hearing on the
- 14 EIS and before this agency. You know, we're entitled
- to show that the analysis that's being taught is
- 16 wrong and that the analysis in the EIS is correct.
- 17 That would -- may very well involve
- 18 different evidence. There's no reason not to have it
- 19 in. We have the same experts, we have similar safety
- 20 contentions that are volcanic. We ought to get them
- 21 all on together. I, frankly, don't agree with Ms.
- 22 Bupp that we have kind of separate NEPA panels for
- 23 those. If we have a panel, it's going to address a
- 24 variety or a large group of volcanic contentions, we
- ought to get it done, put them on, put their evidence

- 1 on, address the contentions, make your case and move
- 2 to the next group.
- 3 >>JUDGE WARDWELL: And you see no danger in
- 4 entering evidence that was generated during the
- 5 preparation of the SER into discussions associated
- 6 with evaluating the NEPA contentions.
- 7 >>MR. SCHMUTZ: No, I don't. And as a
- 8 matter of fact, I mean, from the Department of
- 9 Energy's point of view, much of the evidence that we
- 10 used is in the SAR. I mean, we are -- our EIS wasn't
- 11 prepared in a vacuum. There's analyses in our SAR,
- 12 that's going to be litigated, that was used to
- develop the analysis in the EIS, and we have the same
- 14 experts.
- So from our point of view, it makes
- 16 eminently good sense to put all that on at the same
- 17 time.
- 18 JUDGE WARDWELL: So you would agree that in
- 19 fact the existing NEPA contentions could move forward
- 20 at this point in time, separate from any efficiencies
- 21 that may or may not occur.
- We have all the information we need.
- MR. SCHMUTZ: There's no technical barrier.
- 24 JUDGE WARDWELL: There's no technical
- 25 barrier to proceed with the NEPA contentions.

- 1 MR. SCHMUTZ: No.
- 2 JUDGE WARDWELL: So we'll allude that these
- 3 other pure NEPA contentions are somewhat different is
- 4 really a -- a artificial line from a technical
- 5 evidence type of standpoint.
- 6 MR. SCHMUTZ: No, I wouldn't say that at
- 7 all. I think there's evidence that --
- 8 JUDGE WARDWELL: Why?
- 9 MR. SCHMUTZ: I would say that it's related
- 10 to the -- they are related intimately and
- inextricably related, for example, to the SER Volume
- 12 I issues and the SER Volume III issues, what will be
- in that, and are included from the analysis that
- 14 supports them included in our SAR.
- 15 JUDGE WARDWELL: Well, how can you
- 16 relate --
- MR. SCHMUTZ: That is not true. They are
- 18 not related. Those are transportation issues are not
- 19 related to that.
- JUDGE WARDWELL: But how can they be
- 21 related to what the information in the SER is because
- that hasn't been issued yet and a decision's been
- 23 reached on the ELS?
- MR. SCHMUTZ: We know, for example, right
- 25 now that the SER is going to take on volcanic issues.

- 1 It's a very large issue in this case, and these
- 2 issues are big.
- We have safety contentions that are out
- 4 there, and we have NEPA contentions that are very
- 5 similar that are out there, that it's inconceivable
- 6 that they will not be dealt with in the SER.
- 7 I don't know how else to answer that
- 8 question. That's what I think is going to happen.
- 9 You could say the same thing about any of
- 10 the safety contentions. How do you know the SER is
- 11 even going to address any of those safety
- 12 contentions?
- I mean, we haven't seen the document.
- 14 JUDGE WARDWELL: Oh, yeah. Yeah. It's not
- 15 that I believe that they will issue it. What I'm
- 16 concerned about is, is that it may reach or augment
- 17 information in the SER through the regulatory process
- 18 of RAIs, et cetera, that will be in the SER that
- 19 will reach and be the basis for a conclusion of the
- 20 safety evaluation that they must perform, that was
- 21 not considered in the NEPA issue.
- MR. SCHMUTZ: Well, if under NEPA there's a
- 23 different -- if we go outside of the process, and
- 24 determination is made that supplementation is needed,
- 25 then you supplement that evidence.

- 1 I mean, if that's the -- if the conclusion
- 2 is that the EIS is inadequate for that reason, it has
- 3 to be supplemented.
- 4 JUDGE WARDWELL: Thank you.
- 5 Nevada?
- 6 MR. MALSCH: Marty Malsch, the State of
- 7 Nevada.
- 8 We agree with the staff's definition of a
- 9 pure NEPA question. And just to give you an example
- 10 of a NEPA contention that is not a pure NEPA
- 11 contention, we have Nevada safety -- Nevada -- NEPA
- 12 23 that deals with airplane crashes on the aging
- 13 facility. And a major piece of the litigation of
- 14 that contention would involve the probability of an
- 15 airplane crash, which is in turn a subject of a
- 16 collection of pure safety contention.
- So, more simply, it makes sense to litigate
- 18 that particular NEPA contention so -- along with
- 19 contentions associated with SER Volume II. There
- 20 is -- there is a very substantial overlap. In fact,
- 21 we have the contention that actually expresses that
- 22 concept that there is the overlap and that is for a
- 23 huge part of the entire environmental impact
- 24 statement, the assessment of environmental impact is
- dependent upon a total system performance assessment.

- 1 It was a performance assessment that
- 2 predated the license application, but basically it's
- 3 the same concept. So there you have an absolute
- 4 overlap between a large part of the DOE environmental
- 5 impact statement and the SAR. So there is that
- 6 overlap and we have to deal with it.
- 7 I think that it is a little odd that the
- 8 staff found it -- was able to adopt large parts of
- 9 the DOE environmental impact statement, including
- 10 those parts that deal with post-closure impacts prior
- 11 to completion of its safety evaluation on those same
- 12 impacts. I can't -- frankly, I cannot explain that
- 13 position of the staff. I think that that's an oddity
- 14 associated with the staff's position in this
- 15 proceeding.
- 16 JUDGE WARDWELL: Do all of your -- I'm
- 17 sorry, strike that. I was thinking of a
- 18 subparagraph.
- Thank you.
- 20 Other parties.
- MR. ANDERSON: Your Honor, Bob Anderson
- 22 from NYE County.
- JUDGE WARDWELL: Yes.
- MR. ANDERSON: I would back up to what
- 25 Judge Moore said at the beginning, is this is a

- 1 proceeding that's relatively unique. I've been
- 2 litigating these issues 30-some years and this is
- 3 certainly a unique setting of -- set of circumstances
- 4 for which the setting of down of standards and
- 5 process is -- is extremely important in the
- 6 expeditious resolution of those issues. But I might
- 7 suggest in response to your question that a better
- 8 way to look at this, whether the pure NEPA or other
- 9 NEPA, are NEPA questions that require discovery and
- 10 NEPA questions which do not.
- 11 And in that regard, I think we agree with
- 12 perhaps no one, but would suggest that the record has
- 13 been set on certain issues, such as transportation,
- 14 and it's ripe for adjudication without further
- 15 discovery. And we think that that's the better way
- 16 to look at it.
- 17 Separate NEPA contentions into those which
- 18 should be deferred until the appropriate SER is
- 19 issued and go forward with the contentions that are
- 20 related, as we do the safety contentions, in that
- 21 regard, recognizing that they believe there's
- 22 discovery that needs to be had and it will be crossed
- over in discovery, such as with the ground water.
- 24 And those NEPA contentions that are ripe for
- 25 adjudication, because we believe they're unrelated to

- 1 any SER and they're ripe for adjudication based on
- 2 the record.
- 3 And perhaps a third party -- third group
- 4 that has been discussed principally in the private,
- 5 the four of them, counsels, that's ones where there's
- 6 litigation ongoing where the deferral makes sense
- 7 where the litigation might be dispositive of the NEPA
- 8 contention.
- 9 JUDGE WARDWELL: I understand the arguments
- 10 brought up in regards to efficiencies of the hearing
- 11 and that's still a valid input parameter in my mind
- 12 in regards to citing the schedules and moving
- 13 forward.
- 14 Your arguments seem to say to me that it
- 15 supports the concept, if you will, that NEPA could
- 16 proceed at this time because we could -- the issue of
- 17 whether a NEPA requires discovery or not is not
- 18 really the question. Those -- if those that do
- 19 require discovery, those could proceed ahead, and
- 20 there are no applicable SERs that are required for
- 21 litigating the NEPA issues because the NEPA issue has
- 22 been decided and there is no SER out there. So any
- 23 discovery would not need to start looking into the
- 24 SER for a NEPA issue.
- 25 Isn't that a reasonable conclusion to

- 1 reach?
- 2 MR. ANDERSON: I think that's a better way
- 3 of saying what we said in our filings.
- 4 JUDGE WARDWELL: Rather than go around the
- 5 room, would anyone else like to respond to this
- 6 issue?
- 7 Thanks for your input.
- 8 Yes. California, Mr. Sullivan.
- 9 MR. SULLIVAN: Your Honor, we would, I
- 10 think, have a strong disagreement on which pure NEPA
- 11 contentions require discovery and which ones don't.
- 12 It seems to us that all of our
- 13 transportation contentions would require discovery,
- 14 so I think that -- that would be a threshold
- difference between California and NYE County.
- 16 JUDGE WARDWELL: Anyone el se?
- Thank you for that.
- Next.
- 20 through -- through five, inclusive, I think we can
- 21 probably handle these as a group and just ask if any
- 22 party has anything that they really want to add in
- addition to what has appeared in the filings thus
- 24 far.
- And again, if we can start with Nevada.

- 1 Mr. Malsch.
- 2 >>MR. MALSCH: Marty Malsch, State of
- 3 Nevada.
- 4 No, at this point we have nothing to add
- 5 beyond what we've said in our filing.
- 6 >>JUDGE RYERSON: Okay. DOE?
- 7 MR. SCHMUTZ: We think our filing is
- 8 adequate. It's fine.
- 9 JUDGE MOORE: And the staff.
- 10 >> MS. BUPP: The staff has nothing to add
- on these questions.
- 12 JUDGE RYERSON: Okay. Does anyone el se?
- 13 Just raise your hand if you have anything -- if you
- 14 have anything on those contentions -- or rather,
- 15 those questions.
- 16 Yes, Mr. Sullivan?
- MR. SULLIVAN: We're addressing questions
- 18 four through five at this point also?
- 19 JUDGE RYERSON: Four through five, yes.
- 20 Two through five.
- MR. SULLIVAN: Two through five. Two
- through five.
- 23 On four and five, California's taken the
- 24 position that there should be limits on the number of
- depositions of non-testifying witnesses along the

- 1 lines of what was proposed a couple of months ago in
- the proposed joint discovery schedule.
- And that's primarily on the basis of, we
- 4 don't have a lot of depositions we would like to take
- of non-testifying witnesses. And we don't -- we've
- 6 got a big state, and we don't feel like having to
- 7 defend 50 depositions that we don't think are
- 8 particularly relevant of non-testifying witnesses.
- 9 JUDGE RYERSON: Would you agree it's a
- 10 little difficult to predict the exact number of
- 11 appropriate depositions at this stage? I mean, can't
- 12 we rely on the good faith of counsel to -- to try to
- 13 be reasonable on that?
- 14 MR. SULLIVAN: I -- I would agree that it's
- 15 very hard to predict at this point, and I hope that
- 16 everyone would notice depositions in good faith.
- 17 JUDGE RYERSON: Hearing no other comments.
- 18 JUDGE MOORE: I think this is a good time
- 19 for a brief break.
- 20 We -- it is now 10:30.
- We will reconvene precisely at 10:45.
- We stand in recess.
- 23 (recess held from 10: 30 A. M. to 10: 45 A. M.)
- JUDGE MOORE: We're on the record and we'll
- 25 proceed.

- 1 Let's turn to Question Six.
- 2 Do any of the parties have anything to add
- 3 in addition to their filings last week on question
- 4 si x?
- 5 Starting with Mr. Malsch.
- 6 MR. MALSCH: Judge Moore, this is Marty
- 7 Malsch with the State of Nevada; we have nothing to
- 8 add.
- 9 MR. SCHMUTZ: Your Honor, this is Tom
- 10 Schmutz. We have nothing to add to our papers.
- 11 >> MS. BUPP: Your Honor, this is Margaret
- 12 Bupp from the NRC staff. We have nothing to add.
- 13 JUDGE MOORE: Mr. List?
- MR. LIST: Nothing to add, Your Honor.
- 15 JUDGE MOORE: Back in the corner with NCA.
- MR. WILLIAMS: Your Honor, for the sake of
- 17 efficiency, our suggestion is -- is this: We've
- 18 joined with Nevada in its proposals to the Boards and
- 19 we will be spare with our comments today.
- If we have something to add, we will do
- 21 whatever it takes to get your attention and we will
- 22 add it.
- JUDGE MOORE: Thank you.
- MR. WILLIAMS: Thank you.
- JUDGE MOORE: NYE County?

- 1 MR. VAN NIEL: Jeff Van Niel on behalf of
- 2 Nye County, Your Honor. Nye County has joined with
- 3 the proposal from DOE on this question.
- 4 JUDGE MOORE: Clark County.
- 5 MR. ROBBINS: We'd like -- Alan Robbins,
- 6 I'm sorry.
- 7 We likewise join in the State's proposal
- 8 and have nothing to add. Thank you.
- 9 JUDGE MOORE: I nyo.
- 10 MR. JAMES: Yes, Your Honor. Greg James
- 11 for Inyo County. Inyo County also joined in Nevada's
- 12 proposal and have nothing further.
- 13 JUDGE MOORE: JTS?
- 14 MS. HOUCK: Darcie Houck for JTS, and we
- 15 also joined with Nevada's proposal and also have
- 16 nothing further to add to number six.
- 17 JUDGE MOORE: White Pine?
- 18 MR. SEARS: Sears, White Pine County. We
- 19 join the State of Nevada.
- >>JUDGE MOORE: And Lincoln County?
- >>MR. WHI PPLE: We joined with Nevada.
- >>JUDGE MOORE: California?
- >>MR. SULLIVAN: We also joined Nevada. We
- 24 have nothing to add.
- >>JUDGE MOORE: And Eureka County, I have

- 1 been forgetful.
- 2 Have you anything on the questions one
- 3 through six now that you would like to add,
- 4 Ms. Curran?
- 5 >>MS. CURRAN: Eureka County has nothing to
- 6 add.
- 7 >>JUDGE MOORE: Thank you.
- 8 Moving on to seven, if not, what time
- 9 limits do the parties now propose? That one is wide
- 10 open in light of things that were earlier said, but,
- 11 Mr. Malsch, for State of Nevada, do you have anything
- 12 different from what is in your paper at this point?
- >>MR. MALSCH: No, Judge Moore, we do not.
- 14 >>JUDGE MOORE: DOE?
- 15 >>MR. SCHMUTZ: This is Tom Schmutz. No.
- 16 we do not, Your Honor.
- 18 >> MS. BUPP: No, we do not, Your Honor.
- 19 >>JUDGE MOORE: Mr. List?
- >>MR. LIST: No, Honor, we do not.
- 21 JUDGE MOORE: Do any of the other counties
- 22 or parties? (No response)
- Moving on to eight.
- You have expressed differing views in the
- 25 filings.

- 1 Mr. Malsch, do you have anything in
- 2 addition to what you've already stated in your
- 3 filings?
- 4 >>MR. MALSCH: No, Judge Moore, we would
- 5 not.
- 6 I would just add that -- that, you know,
- 7 with unknown dates for the outlier SER Volumes, to
- 8 some extent this is -- this is a theoretical
- 9 question.
- 10 >>JUDGE MOORE: We understand.
- How burdensome is it going to be on any and
- 12 all of you to have -- be in the situation of having
- 13 to have some of your experts deposed more than once?
- Because, frankly, the situation we find
- 15 ourselves in, I think that's a given.
- >>MR. BAUSER: Excuse me, Judge Moore.
- 17 >>JUDGE MOORE: Yes.
- >>MR. BAUSER: Mike Bauser from NEI. From
- 19 our own perspective, there is clearly additional
- 20 burden for having an individual deposed more than
- 21 once, particularly with respect to some parties and
- 22 their resource constraints. But having said that --
- and these are real. But having said that, we have
- joined with -- with DOE in answering this question
- 25 and we agree with their deposition as well as that of

- Nevada. 1 2 >>JUDGE MOORE: Thank you. 3 DOE? >>MR. SCHMUTZ: We have -- we have nothing 4 5 to add to what's already been said. 6 >>JUDGE MOORE: Staff? 7 >> MS. BUPP: We have nothing to add. 8 JUDGE MOORE: Mr. List? 9 MR. LIST: Nothing to add, Your Honor. Do any of the other counties. 10 JUDGE MOORE: 11 governmental entities wish to add anything further? 12 (No response) Then let's move on to Question 9. 13 14 Both of these have essentially just been 15 answered by you unless I've missed something. Do any 16 of you wish to speak to those questions? 17 If not, we'll move on to Question 11. 18 In light of what's in your filings starting 19 with the State of Nevada, Mr. Malsch, do have you anything you'd like to add? 20
- MR. MALSCH: No, Judge Moore. We think our position is pretty well spelled out in the answers to the Board's questions.

 JUDGE MOORE: DOE?
- MR. SCHMUTZ: No, we have nothing to add,

- 1 Your Honor. We also think our position is well
- 2 spelled out.
- 3 JUDGE RYERSON: I have a question for DOE
- 4 about your position, though.
- You made the point that depositions can't
- 6 be really meaningful of DOE witnesses until, I take
- 7 it, the witnesses see prefiled testimony.
- 8 MR. SCHMUTZ: No.
- 9 JUDGE RYERSON: No, okay.
- 10 MR. SCHMUTZ: I don't think I said that. I
- 11 never would have --
- 12 JUDGE RYERSON: By your point, I mean --
- MR. SCHMUTZ: I didn't say that.
- 14 JUDGE RYERSON: You're not -- you're not
- 15 proposing that DOE witnesses not be deposed until
- 16 there's pre-filings? All right.
- MR. SCHMUTZ: No.
- No, what we said was, there was a
- 19 sequencing issue of who would be deposed first.
- 20 Not -- having nothing to do with expert reports.
- And what we said was, we don't think that
- 22 the -- that a good -- a strong argument could be made
- 23 that DOE witnesses -- experts should be deposed
- 24 first.
- We made a stronger argument that it should

- 1 be made, although we don't even agree with that, that
- 2 interview witnesses should be deposed first so our
- 3 DOE experts understand the contentions. They, after
- 4 all, know what they're contentions are about. We'd
- 5 like to know about them and then draw conclusions
- 6 based on those depositions. But none of it has ever
- 7 been context with reports, no?
- 8 JUDGE MOORE: Staff?
- 9 >> MS. BUPP: Are we still on Question 11?
- 10 JUDGE MOORE: Yes.
- 11 >> MS. BUPP: Okay. Questions 11 and 12
- 12 are quite closely related and I think the staff's
- 13 position is laid out in its pleading, unless the
- 14 Board had any questions.
- JUDGE MOORE: Thank you.
- 16 Mr. List?
- 17 MR. LIST: Your Honor, we had indicated in
- 18 response to Question 11 that it might be make more
- 19 sense to follow the federal rules of civil procedure.
- I've had second thoughts about that, and we
- 21 certainly do feel strongly about it. It may in fact
- 22 be excessive to require that kind of advanced
- di scl osure.
- JUDGE MOORE: Thank you.
- 25 Any other parties wish to be heard?

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Let's move on, in spite of what I just
1
     said, to 12, just for completeness sake.
 2
 3
               You've all stated a position in your
 4
     written filings and joined your filings.
5
               Anyone have anything to add?
 6
               Mr.
                   Mal sch?
 7
               MR.
                   MALSCH:
                            Just one thing, Judge Moore.
8
     I just wanted to point out that we had make a point
9
     that we wanted the DOE witnesses to be deposed first,
10
     because, in many instances, we weren't exactly sure
11
     what their position was based upon the documents that
     have been filed so far, whereas from Nevada, it was
12
13
     very clear, because our intentions are very specific.
14
               I still think it is true that, for DOE and
15
     Staff to file an expert report with DOE would greatly
16
     expedite the deposition process, because we have more
17
     information upon which to prepare for depositions.
18
     But if reports -- as we said, if reports were to be
19
     filed, we -- we could discuss the sequencing of
20
                   If they're not filed, as we said, we
     depositions.
21
     still feel strongly that we should depose the DOE
22
     experts first.
23
               JUDGE MOORE:
                             All right, that moves right
24
     into 14, but let's finish with 12.
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25

DOE?

- 1 MR. SCHMUTZ: And we vigorously oppose any
- 2 notion that Rule 26 expert reports should be provided
- 3 or not provided in the rules.
- They are nearly impossible, in my view, for
- 5 DOE experts, in any brief period of time, to prepare
- 6 expert reports. We don't know all the bases. We
- 7 have four or five statements about these very
- 8 involved contentions and now we're supposed to come
- 9 up with our answers to those. It will lead to
- 10 endless battles, endless battles, over the adequacy
- of our expert reports, over the duty to supplement.
- 12 None of those issues should be before this Board, but
- 13 that's -- that's where we'll be, and we think it
- 14 would be an incredibly bad idea.
- 15 JUDGE MOORE: In your filings, you've
- 16 indicated a willingness and a past history of full
- 17 cooperation in exchange of information when it has
- 18 been asked.
- 19 Where the rubber meets the road, of course,
- 20 is when you get requests for information that deals
- 21 with this kind of information.
- Do you think that there's a reasonable
- opportunity and chance that you and the requesting
- 24 party will be able to exchange information that deals
- 25 with which experts, what their opinion is on specific

- 1 subjects, and provide that, and if not, is that where
- 2 interrogatories might come into play?
- 3 MR. SCHMUTZ: Well, whether the DOE expert
- 4 will be able to provide that kind of opinion depends
- 5 upon how much he understands about the contention.
- If he doesn't understand the bases for the
- 7 contention, he doesn't understand the underlying
- 8 calculations and analysis that he needs in discovery,
- 9 then he won't be able --
- 10 JUDGE MOORE: But won't that all be
- 11 preferenced by the request for information spelling
- 12 out what they need, what is wanted, and then the
- 13 question is, obviously, you know, why do you need it.
- 14 But assuming there's legitimacy behind the request,
- 15 is there a likelihood that voluntarily that kind of
- 16 information can be exchanged?
- MR. SCHMUTZ: We will not -- well, of
- 18 course if the information exists at the time, if the
- 19 expert feels as though --
- Let's assume the question, Your Honor, is,
- 21 I want your opinion about this portion of a
- 22 contention. I want to know what you think about it.
- The answer may be, I don't know enough
- 24 about it to answer that.
- JUDGE MOORE: But obviously --

- 1 MR. SCHMUTZ: If -- if the information is
- 2 in existence and if the expert does have an opinion
- 3 that he's willing to share without caveat, yes, we'll
- 4 give it.
- 5 JUDGE MOORE: I do not know, only you know
- 6 what went into the preparation of the SER -- SAR and
- 7 all of its underlying documentation.
- I can assume that probably over the course
- 9 of many years in which DOE's been working on this
- 10 problem, a plethora of contractors have had their
- 11 fingers in the pie, if you will, on any particular
- 12 i ssue.
- 13 If, for instance, which would be standard
- 14 in litigation, you got a request for information as
- to who are all the individuals that worked on this,
- 16 who are the experts, who are the -- and who are going
- 17 to testify on this issue and what is the information
- 18 that they gathered and relied upon to reach
- 19 conclusion X in the SAR; is that the kind of thing
- 20 that there's a likelihood voluntarily that DOE would
- 21 di scl ose?
- MR. SCHMUTZ: Yes, Your Honor. As a matter
- of fact, I think much of that information, I'm not
- 24 going to say all of it, what you just described, much
- 25 we've already said we would provide. It is

- 1 information required in the proposed joint discovery
- 2 schedule and we sent the three bullets or four
- 3 bullets in that that we would provide at the outset.
- 4 JUDGE MOORE: Okay. Staff?
- 5 >> MS. BUPP: I think that the Staff's
- 6 position with regard to Question 12 is outlined in
- 7 our filing, unless the Board had any particular
- 8 questions on it.
- 9 JUDGE MOORE: And recognizing staff that
- 10 the rules are unique to you.
- 11 >> MS. BUPP: Yes, Your Honor.
- 12 JUDGE MOORE: And so I'm assuming that
- 13 other than protecting your own turf, that that's
- 14 going to be the point of all your comments.
- 16 JUDGE MOORE: Okay. Does anyone else wish
- 17 to be heard?
- Then let's move to --
- 19 JUDGE WARDWELL: I've got a question for
- 20 the State of Nevada, Mr. Malsch, or whoever you wish
- to answer.
- In your reply to 12, you seem to imply that
- 23 most of the testimony that is going to be presented
- 24 by you has been presented by you in your contention
- 25 submi ssi ons.

- 1 Have I interpreted your writing wrong as I
- 2 read that?
- 3 MR. MALSCH: I think that's substantially
- 4 correct.
- I mean things are obviously going to
- 6 develop as the proceeding progresses and I don't
- 7 think we'd feel bound by the basis for every one of
- 8 our contentions, absolutely, but at least in terms of
- 9 the way things stand now, we think we've made a very
- 10 full disclosure of our positions and the basis for
- 11 our positions, and then in some cases, there's been
- 12 less of a disclosure on the part of the staff in DOE.
- So, that's why we felt that expert reports
- 14 would be useful or failing those, that the DOE
- 15 experts ought to be deposed first.
- 16 JUDGE WARDWELL: So as it stands right now,
- 17 you know of no other additional information that you
- 18 would provide on any of the contentions at this point
- 19 of the hearings process? Or nothing comes to
- 20 mind about --
- MR. MALSCH: Well, nothing comes to mind
- 22 except I have to say, we haven't filed in the DOE
- 23 responses to the RAIs and a lot of those are directly
- 24 relevant and I -- I -- in terms of specifics, I
- 25 couldn't be very specific with you. I think we would

- 1 expect that as the proceeding progresses, we would
- 2 add to the bases for our contentions, things like DOE
- 3 responses to RAIs as they are developing.
- 4 JUDGE WARDWELL: DOE. Mr. Schmutz.
- 5 MR. SCHMUTZ: It's tough.
- 6 JUDGE WARDWELL: That seems to me to be
- 7 quite different than the normal types of hearings we
- 8 have that where the contentions themselves are not as
- 9 specific and not as single issue as these are here.
- 10 Other hearings, the contentions are more broadly
- 11 worded off at times and there's only a vague
- 12 indication of the bases of which support that.
- Having heard what they just said, I assume
- 14 that doesn't change your position. Would you like to
- 15 el aborate on that?
- MR. SCHMUTZ: Sure, it doesn't. Sure, Your
- 17 Honor. The notion that the two or three pages, or
- 18 four pages supporting each contention is somehow the
- 19 sum total of the analysis that our experts would have
- to know in order to address this is simply fanciful.
- 21 That is simply not enough information. Nor have I
- 22 ever seen prefile testimony out of a contention that
- was three or four pages long.
- There are a lot of -- what we have are
- 25 fairly conclusory statements with regard to expert

- 1 opinions reached, and fairly conclusory statements
- 2 that are the basis for those, the underlying
- 3 calculations, their analysis that go into that that
- 4 have been supplied. And that all has to be the
- 5 subject of discovery before our experts are going to
- 6 be willing to render an opinion.
- 7 What will happen will be, we will get on
- 8 every one of these contentions, I can assure you, 10s
- 9 and 10s of pages of prefile testimony from Nevada on
- 10 these contentions and from us, that go far beyond
- 11 what is contained in the three or four pages of
- 12 actual description of the contentions. They are no
- 13 more illuminating for our experts than the kinds of
- 14 contentions that you're talking about that can be
- 15 seen in other proceedings.
- 16 JUDGE WARDWELL: Mr. Malsch, doesn't
- 17 Mr. Schmutz have a pretty good point there?
- 18 MR. MALSCH: Marty Malsch, the State of
- 19 Nevada.
- 20 Your Honor, I think that is true, but my
- 21 point would be in terms of relative disclosures. At
- 22 this point, we have been more specific than the other
- 23 parties in terms of that. So that in terms of going
- 24 into the deposition process, in many cases, DOE knows
- 25 more about our position than we know about theirs.

- 1 Let me just give you an illustration, and I think one
- 2 contention, we have a contention to of Safety 17,
- 3 which deals with the calibration and qualification of
- 4 data for infiltration model. Our contention is
- 5 fairly specific. It's backed up by expert opinions
- 6 and DOE's answer is largely legal. So we don't
- 7 exactly know, using that contention as an example,
- 8 exactly what would be the basis for DOE's position on
- 9 that contention other than we can infer they don't
- 10 agree with it, is the bottom line.
- So I wouldn't pretend that our contentions
- 12 at the present -- in their present state, will be the
- 13 sum total of a direct case Nevada would present.
- 14 All I would say is, is in terms of relative
- 15 disclosures by the parties at this point, in many
- 16 cases, our contentions are more specific and offer
- more of a disclosure than DOE's SAR and was for that
- 18 reason, that we suggested that either this should be
- 19 expert reports or we should be able -- we should be
- 20 deposing DOE's experts first.
- JUDGE WARDWELL: That was going to be my
- 22 next question. You touched upon it. You don't
- 23 believe -- you believe your four pages or so, what
- 24 generally would be in your contentions, are more
- detailed than what's in the application in the SAR?

- 1 MR. MALSCH: In many cases, yes.
- 2 JUDGE WARDWELL: Thank you.
- JUDGE MOORE: Let's move to Question 14.
- 4 And would you -- we've just been touching
- 5 upon as to whose witnesses should be deposed first.
- 6 Just so the record is clear, starting with
- 7 DOE and then Mr. Malsch, any chance you two gentlemen
- 8 could reach agreement on this issue?
- 9 MR. SCHMUTZ: Here's what I think should
- 10 happen -- I'm sorry, this is Tom Schmutz. And here's
- 11 what I think ought to happen, and is indeed our --
- 12 our proposal.
- We are not -- we did not affirmatively
- 14 state that our preferred position is we depose all
- 15 theirs and then they depose all of ours.
- What we propose is, is that the parties
- 17 negotiate, as you always do in litigation, a schedule
- 18 for taking depositions, including experts.
- 19 If there are certain depositions that it
- 20 makes sense for them to take ours first, that should
- 21 be worked out. What we object to is a per se rule.
- 22 This is litigation. This is good faith
- 23 litigation, and the parties have evidence, mind you,
- 24 that they can act in good faith and with reasonable
- 25 accommodations. That's what ought to go on here,

- 1 rather than a per se rule that all of ours go first
- 2 or all of his -- or all of Mr. Malsch's go first.
- We ought to talk about it. If they have --
- 4 either contention where he thinks there's inadequate
- 5 information in the SER and there's good reasons to
- 6 depose our guys, our experts first. If it makes
- 7 sense to us, we will do that.
- 8 And I would hope that in those instances
- 9 where we talk and it's evident that Mr. Malsch's
- 10 experts ought to be deposed first, he will agree to
- 11 that.
- 12 JUDGE MOORE: Mr. Mal sch?
- 13 MR. MALSCH: Well, perhaps it could be
- 14 worked out.
- But I think I'm a bit skeptical because we
- 16 have a kind of fundamental disagreement over the
- 17 nature of our relative disclosures, and I'm concerned
- 18 that it would be a lot easier in terms of scheduling
- 19 depositions if we, in fact, did have some kind of a
- 20 per se rule or at least a presumption.
- 21 MR. SCHMUTZ: Your Honor, the idea that
- 22 there's a -- there's a -- if there's a discrepancy in
- 23 the amount of information known about one party's
- 24 case or the other, it surely must fall in favor of
- 25 DOE, which filed an 8000-page application, has

- 1 millions of pages of information on -- on the LSN. I
- 2 can't imagine anyone having more information about
- 3 our case and what we're doing than they have, in the
- 4 face of three, or four, five pages of material on
- 5 each contention. You simply can't make that
- 6 argument. It's not right. It's wrong.
- 7 If there's a discrepancy in the amount of
- 8 information, it's the fact they have orders of
- 9 magnitude, more information about our case than we
- 10 have of theirs. And if we're going to have a per se
- 11 rule, then the per se rule we ought to be, we go
- 12 first.
- But I still think the parties ought to try
- 14 to work this out and should do it in normal
- 15 litigation. There is no secrecy in normal
- 16 litigation.
- 17 JUDGE MOORE: Assume for the moment that a
- 18 case management order directed that DOE would first
- 19 depose the testifying experts of Nevada.
- 20 What, in your view, prejudice does that --
- is there any prejudice to Nevada from such an order?
- MR. SCHMUTZ: I don't think so, Your Honor.
- I don't think it's the preferable way to
- 24 go, but I don't think so.
- JUDGE MOORE: The reverse of it, if the

- 1 order were the other way, what would be the prejudice
- 2 to you?
- 3 MR. SCHMUTZ: Our experts don't know the
- 4 bases for the contentions. They know the bases for
- 5 their contentions. They know what they think is
- 6 wrong with the SAR. They think they -- they
- 7 presumably have done analysis and have thought about
- 8 it a great deal, what's wrong with it. We ought to
- 9 know that first before our experts have to render
- opi ni ons.
- 11 JUDGE MOORE: And likely your experts would
- 12 couch any opinions they gave very narrowly.
- MR. SCHMUTZ: I -- I think what you might
- 14 see them saying is, I can't answer that question
- 15 until I fully understand what your -- your contention
- 16 means and I've studied all the analysis and heard
- 17 from your expert.
- JUDGE MOORE: Mr. Malsch, same two
- 19 questi ons.
- 20 MR. MALSCH: You know, Judge Moore, I
- 21 wouldn't talk about prejudice. I just think it deals
- 22 with the efficiency with which we do the deposition
- 23 process. I mean, if -- if -- if we don't know in
- 24 some respects what DOE's position, technical position
- is on one of our contentions, then we end up with the

- 1 same problem that DOE just cited, which is we end up
- 2 with a very incomplete deposition of our expert
- 3 because it isn't entire clear on what DOE's position
- 4 in fact is.
- 5 So I think in terms of doing the balancing,
- 6 it comes down to, I think, who knows the most about
- 7 the parties' technical position on the very specific
- 8 contentions that we filed.
- 9 JUDGE MOORE: What part, realistically, can
- 10 admissions play in narrowing the knowledge gap
- 11 between your DOE and Nevada for Nevada's contentions?
- MR. SCHMUTZ: For the same reason that our
- 13 experts would have great difficulty. You know the
- 14 standard answer to an admission that you don't know,
- 15 can you admit or deny, and then state the reasons
- 16 why. So that's what you would get from all those --
- 17 those admissions.
- 18 If our experts have not -- we didn't feel
- 19 as though they were comfortable, and had a complete
- 20 understanding of the bases for the contentions,
- 21 that's the answer you will get. It's a perfectly
- 22 legitimate answer.
- JUDGE RYERSON: Are there two kinds of
- 24 experts for DOE, Mr. Schmutz?
- 25 It seems to me that obviously Nevada's

- 1 experts are all testifying experts. They were
- 2 retained for purposes of supporting a contention.
- 3 And I don't really know, in DOE's instance, there
- 4 must be technical people who were involved in the
- 5 creation of the SAR, who are, in a sense, while they
- 6 have expertise, are not what some of us would
- 7 consider to be experts. They would really be fact
- 8 witnesses with respect to technical matter.
- 9 Do you have both types of witnesses?
- 10 Do you have or will you be retaining
- 11 testifying experts that were not involved in the
- 12 preparation of the application somewhat?
- 13 MR. SCHMUTZ: I don't believe so, Your
- 14 Honor.
- And I also don't believe that we would have
- 16 people testifying as -- as fact witnesses with regard
- 17 to the SAR. I think we would have -- yeah, those are
- 18 going to be ex -- those are expert issues and to be
- 19 dealt with by experts.
- Their bases will be factual but they will
- 21 be providing them as experts in the way experts
- 22 gather facts to support their -- their analysis.
- JUDGE RYERSON: Okay.
- MR. SCHMUTZ: But we're not going -- I
- don't think anybody envisions putting on a whole lot

- 1 of fact testimony to sort of support the SAR, the
- 2 SER.
- JUDGE RYERSON: Maybe -- maybe I'm -- we
- 4 may be talking about slightly different things. When
- 5 you -- when you speak of a fact witness, I'm just
- 6 saying that someone who has prior knowledge of the
- 7 development of the application is, to me, not quite
- 8 the same as an expert that would be brought in for
- 9 purposes of, in effect, countering an expert brought
- 10 in by Nevada.
- So when Nevada takes the deposition of one
- 12 of your witnesses, if the witness had no prior
- involvement in the relevant of the SAR, then I would
- 14 completely agree with your point that, well, until
- 15 that expert witness knows what Nevada's witness has
- 16 to say, Mr. Malsch's deposition will be essentially
- 17 usel ess.
- 18 I mean, the witness will quite properly
- 19 say, I don't know what I'm responding to, I don't
- 20 know what I'm going to be asked to talk about.
- 21 But if -- if the expert is also a factual
- 22 witness in the sense that the expert was himself or
- 23 herself involved in the development of the SAR, don't
- 24 we have a different type of situation?
- MR. SCHMUTZ: I don't -- I don't think so,

- 1 Your Honor, not in terms of understanding the
- 2 contentions and the analysis that went into those
- 3 contentions, which are not associated necessarily
- 4 with a -- something that's in the SAR.
- I mean, in other words, we don't know
- 6 whether they've taken an analysis in the SER and
- 7 marked it up and then run -- computer runs and
- 8 discovered errors that we can go and take a look at
- 9 and see if they're right or not.
- So, no, I don't see any -- any difference.
- 11 We do indeed -- I don't think of our experts are
- 12 people that were involved in the process. We're
- 13 not -- I don't believe we're bringing in -- I could
- 14 be wrong but I don't believe at this point we're
- 15 intending to bring outsiders in to be involved.
- 16 JUDGE MOORE: I'm sorry. Could you repeat?
- 17 I didn't understand what you said.
- Did you say that your experts are not those
- 19 that were involved and you said the process. I'm
- 20 assuming writing the SAR?
- 21 MR. SCHMUTZ: Our experts, I believe, will
- 22 either -- yeah, they might have had oversight over it
- 23 rather than actually putting pen to paper, but I
- 24 believe, I could be wrong, I can check this as a
- 25 matter of fact -- nonetheless with caveats, but I

- 1 believe all of the people that we will brought
- 2 forward as experts were involved in the SAR
- 3 preparation analysis and so on.
- 4 JUDGE MOORE: You all have a far better
- 5 understanding of the process because you've been
- 6 involved with it, than we.
- 7 That said, is there a problem in this case
- 8 with DOE and its experts, either fact experts or --
- 9 or those that will be testifying experts, factual
- 10 witnesses or those that will be testifying as
- 11 experts, because of the length of this project and
- 12 what I can only imagine, the vast numbers of
- 13 contractors that have come and gone and passed things
- on to future generations that worked on it, of
- 15 getting to the bottom of who knows -- who really
- 16 knows what or none of those kinds of issues are
- 17 involved here?
- 18 MR. SCHMUTZ: I don't think any of those
- 19 kinds of issues are involved here. We're not --
- 20 we're not worried about being able to put on our
- 21 technical case to what we believe are extraordinarily
- 22 accomplished experts who will know and do know the
- 23 SAR analysis backwards and forwards.
- JUDGE MOORE: Even though they didn't, one,
- 25 gather the information, and two, do the analysis of

- 1 the information, but rather we're relying totally on
- 2 the work of others and coming forth with the end
- 3 result, if you will?
- 4 MR. SCHMUTZ: I don't know if there ever
- 5 will be a case where somebody was sort of
- 6 disassociated with the process to the degree you're
- 7 suggesting.
- 8 You know, the experts we have are -- are
- 9 the lead -- many times the technical needs for
- 10 various areas in the SAR.
- 11 We're giving -- you know, we've given our
- 12 best we got, and they're not going to be people that
- 13 were -- are divorced from the process and really
- 14 didn't know what was going on. They support the SAR.
- 15 JUDGE MOORE: Mr. Malsch, do you have
- anything to add to this discussion?
- MR. MALSCH: No, Judge Moore. I mean, the
- 18 process would be just as it's described. It strikes
- 19 me as the typical process for preparation of an
- 20 application in use of expertise.
- JUDGE MOORE: You've each, with regard to
- 22 Question 14, made a proposal. If we were to proceed,
- 23 having you negotiate, as is the typical case in
- 24 litigation, a deposition schedule by contention and
- 25 find yourselves at loggerheads, what is the mechanism

- 1 for resolution of that?
- 2 MR. SCHMUTZ: I would hope that we not
- 3 engage in motions practice, and instead, we call the
- 4 Board up and the Board be available, if necessary,
- 5 and this will be, I hope -- I think extraordinarily
- 6 rare, I don't want to file a lot of paper. I think
- 7 we could get on the phone with the Board, have a
- 8 conference call and resolve the issue. I don't
- 9 expect it to happen often though.
- 10 JUDGE MOORE: Mr. Malsch, do you agree with
- 11 that?
- MR. MALSCH: I'm not interested in filing
- 13 mountains of papers, and so --
- 14 JUDGE MOORE: Yeah, well, rest assured,
- we're not interested in reading mountains of paper.
- MR. MALSCH: You know, if we were at
- 17 loggerheads, for example, who should go first to be
- 18 deposed on Nevada contention, you know, 17, then, I
- 19 think an informal conference with the Board or a
- 20 member of the Board would be fine with us.
- JUDGE MOORE: And between the lines, it's
- 22 apparent that you're both willing to sit down in good
- faith and there's going to be give and take.
- DOE, one of your witnesses, you -- you may
- 25 not prevail and -- and be willing to say, all right,

- 1 we'll offer our -- under this schedule, our witness
- 2 will be deposed first, recognizing three witnesses
- down on the other side, that's going to go first.
- 4 So, you see that as part of the give and
- 5 take in working it out, right?
- 6 MR. SCHMUTZ: I see it as a -- as a great
- 7 deal of compromise on both parties.
- 8 JUDGE MOORE: Does anyone else feel that
- 9 there will be a problem in the deposing of witnesses
- 10 as to whose witnesses will go first and whether or
- 11 not it can be worked out, that would like to be heard
- 12 on this issue?
- MR. BAUSER: Mr. Chairman, Mike Bauser, for
- 14 NEI. I would just remind everyone that the
- 15 affidavits that were offered by Nevada in support of
- 16 its contentions were extremely thin.
- 17 Essentially, what they did was -- well, the
- 18 contentions set forth a number of positions and
- 19 assertions. And what the affidavits typically did
- 20 was, say, I agree with paragraphs so on and so forth,
- 21 of what was stated in the contentions, and that --
- that was it.
- So NEI doesn't envision the kind of
- 24 difficulties that the Department of Energy has
- 25 expressed in -- in proceeding.

- 1 JUDGE MOORE: I'm sorry, Mr. Bauser, I
- 2 missed NEI and I missed your word.
- 3 MR. BAUSER: Does agree with DOE concerning
- 4 the types of difficulties that might pertain to
- 5 proceeding without any additional information from --
- 6 from Nevada.
- JUDGE MOORE: Anyone else wish to be heard
- 8 on this?
- 9 If not, let's look at Question 15, which,
- 10 in some degree, we've already covered.
- Does anyone wish to add to what's already
- 12 been put forth in their writings to us?
- 13 Mr. Mal sch?
- MR. MALSCH: No, Judge Moore, we -- we have
- 15 nothing to add.
- JUDGE MOORE: DOE?
- 17 MR. SCHMUTZ: This is Thomas Schmutz. No,
- 18 we have nothing to add.
- 19 JUDGE MOORE: Staff?
- 20 Since no one will get around to deposing
- your witnesses in my lifetime...
- >> MS. BUPP: We are assuming that the
- 23 Staff witnesses will go toward the end of any
- 24 discovery period, Your Honor.
- JUDGE MOORE: Thank you.

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All right, Mr. List?
 1
 2
               MR. LIST:
                         I would simply note that the --
 3
     with respect to the NEPA contentions, that what we're
     talking about here is, is a void in the -- by --
 4
     according to our contentions, if we're -- if we're
5
 6
     correct, a void in the Environmental Impact Statement
 7
     analysis in that certain matters were simply not
8
     addressed, interoperability of communications, the
9
     need for road improvements, those kinds of things,
10
     and first responders, the costs of all those things.
11
               So far as we know, DOE has never produced
12
     any witnesses, there's no evidence in their -- any of
13
     their documentation, as to why those matters were not
14
     addressed.
15
               So -- and at the same time, they have all
16
     of our information. They have complete access to our
17
     affidavits and the materials we presented.
                                                  So I
18
     would just simply note for the Board's consideration
19
     that -- that the NEPA contentions are slightly
     different when it comes to the discovery process.
20
21
               The ultimate legal determination of whether
22
     the -- their failure to incorporate those matters in
23
     the Environmental Impact Statement rises to the Level
     of their having overlooked significant matters
24
     under -- under the NEPA law and, thereby, they have
25
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- 1 to go back and do it again or NRC has to do it or
- 2 it's deemed to be done during the course of the
- 3 presentation of the hearing. Those ultimate legal
- 4 decisions turn on the factual aspect.
- 5 So we have sort of a one-sided discovery
- 6 process.
- JUDGE MOORE: But that's not unique in
- 8 litigation, and -- and you may be seeking to depose
- 9 any number of DOE fact or expert witnesses, and they
- 10 may not reciprocate and wish to depose any of yours,
- 11 thereby, resolving that. Is -- is there any reason
- 12 why that can't be negotiated?
- MR. LIST: No. No, there's not. I just
- 14 simply note for the record that the process is a bit
- 15 different in this instance and they're basically --
- 16 their burden is sort of to prove a negative need,
- 17 while ours is different and I do believe it can be
- 18 negoti ated.
- 19 JUDGE MOORE: Let's then -- anyone else
- 20 wish to be heard on 15?
- Let's move to 16.
- Does anyone wish to add to what was already
- 23 filed?
- Hearing none, then we can skip over 17.
- Ei ghteen.

We briefly spoke earlier of 1 2 interrogatories. I think we've already discussed 3 this issue, but for the sake of completeness, does anyone, after having now a few more moments to 4 contemplate on it, think that interrogatories may 5 play a useful part because, very frankly, if we have 6 the full cooperation of all parties, as we have seen 7 8 and have expressed that they're willing, in exchange 9 of information, I think the Board is very favorably 10 inclined to entertain such motions if that will help 11 the process forward when any particular negotiation 12 breaks down. And very frankly, we would not see that 13 as a time-consuming process under the rules where a 14 motion's filed, 10 days to respond. We would shorten 15 those times to 24, 26 hours to respond and get 16 answers immediately, so that it would be something 17 that could be done with -- with great alacrity. 18 19 Yes. 20 MR. ROBBINS: Alan Robbins on behalf of 21 Clark County. 22 Not only with respect to interrogatories 23 specifically, but there's further discussion, the 24 concern that's formulating in my mind, as I listen to this, is that we may get stuck in a quagmire of very 25

- 1 uninformative depositions.
- 2 JUDGE MOORE: Of?
- 3 MR. ROBBINS: Very uninformative
- 4 depositions.
- And so that it's not necessarily that we
- 6 need to seek relief from the Board, because we're --
- 7 we're deadlocked over who goes first, but rather, we
- 8 go to deposition only to find out that, you know,
- 9 Dr. So and So has just been brought in by DOE, or
- 10 didn't get involved in this, or hasn't had an
- 11 opportunity to evaluate the contention. Or, you
- 12 know, that witness supported the contention hasn't
- been deposed, so, he's been well-groomed to say, I
- 14 don't have an opinion yet, I don't know when I'm
- 15 going to have a opinion, I don't know what I'm going
- 16 to see.
- And so I suspect that, among other
- things, we're going to run into depositions that are
- not completed, they're suspended and to be continued
- and take another shot later when some of these
- conditions that caused the witness to claim that he
- knows -- he or she knows nothing, and has no
- $_{23}$ opinions, and yet this is all in support of -- I find
- it hard to believe that that's going to be the case.
- 25 If we're talking about volcanism, for

- 1 example, and different analyses over how exposed this
- 2 repository site is to volcanic activity and what the
- 3 likelihood of it is; while there's an aspect to that
- 4 that goes directly -- a DOE witness trying to
- 5 directly rebut a Clark County, Nevada witness that
- 6 supports the contention, in other respects, they have
- 7 already conducted their own analysis about volcanism
- 8 and so they're not completely in the dark until they
- 9 have fully vetted and deposed the witness supporting
- 10 that contention.
- 11 And all we're hearing from DOE counsel
- 12 today is that their witnesses aren't going to know
- 13 anything because the contentions don't tell them
- 14 hardly anything. And until they conduct depositions
- 15 and everything else, they're not going to know
- 16 anything. And yet, they don't want to give us
- 17 anything but an identification of the witness' name
- 18 and contact information, maybe a one-line sentence
- 19 about the subject matter that they're going to
- 20 address or the contention number. They don't want
- interrogatories. They don't want admissions. They
- 22 don't want to go first.
- I am -- I don't know what else to do about
- 24 it, if everything else can be rejected. But I'm
- going on record as predicting that these are the

- 1 problems we're going to run into, and it's going to
- 2 be very frustrating and very unproductive but it --
- 3 it seems to be moving very clearly.
- 4 JUDGE RYERSON: Mr. Robbins, I -- if we go
- 5 back to the -- the first filing before the Staff
- 6 indicated that the SER would be done serially, I
- 7 thought there was agreement that at that stage,
- 8 depositions would be one day, seven hours, and that
- 9 would be it.
- So if -- if you're suggesting a remedy of
- 11 suspending depositions where a witness is not
- 12 sufficiently forthcoming or knowledgeable as to the
- 13 answers you would like to get, I didn't understand
- 14 that was a remedy that any of the other parties were
- 15 contemplating.
- Am I wrong on that?
- 17 MR. ROBBINS: Well --
- 18 JUDGE RYERSON: I mean, I had the
- 19 impression depositions would be done in one day, as a
- 20 general rule.
- MR. ROBBINS: The -- the -- I'm sorry.
- Yes, the proposal did contemplate that a
- 23 deposition will not last more than one day. What I'm
- 24 suggesting now is certainly not that I'm saying
- 25 reflects any consensus of the parties at the moment,

- 1 nor am I trying to suggest that we are trying to
- 2 distance ourselves from that proposal that we joined
- 3 in. But what I'm doing is forecasting, as a
- 4 practical matter, we are, I'm afraid, likely to find
- 5 that the one day depositions that presumed good
- 6 faith, cooperation and ample sharing of
- 7 pre-deposition information, et cetera, are going to
- 8 prove unproductive.
- And at the end of that one day,
- instead of wrapping up and saying, yes, we're done,
- counsel's going to be forced to say, I'm not prepared
- to agree with that, I'm -- I'm feeling this is being
- suspended because we need to seek relief from the
- Board or we -- or we have, you know, seven hours'
- worth of transcript here where the witness says I
- don't know anything yet.
- 17 JUDGE MOORE: But isn't part of the answer
- 18 to the projected problems you're perceiving, at least
- 19 to be found in trying through the cooperative efforts
- 20 of all and the exchange of information, to insure
- 21 that the witness that you are deposing and should
- 22 that process not produce the information, the use of
- interrogatories or admissions, so that you're picking
- 24 the right witness of -- to depose to get the answers?
- 25 Isn't that the crux of, if good faith is

- 1 going to prevail and we're going to make an attempt
- 2 that this basic information is all exchanged upon
- 3 reasonable request, that won't that alleviate to a
- 4 large extent that problem?
- 5 MR. ROBBINS: I hope so.
- 6 In theory, yes. Hopefully in practice,
- 7 yes. Time will tell.
- 8 JUDGE MOORE: If in practice it doesn't,
- 9 what do you propose should be the immediate remedy?
- 10 MR. ROBBINS: Well, I think we'd have no
- 11 choice but to seek recourse to the Board or a member
- 12 of the Board, depending on -- and that, in part, I
- 13 think, is why the notion of a discovery master or a
- 14 function of a discovery master could have served, if
- 15 you know, to somebody either from the Board or
- 16 represent the Board, to deal with these matters.
- 17 What I'm simply doing, Your Honors, is,
- 18 this is not by way of -- it is by way of -- of
- 19 underscoring the earnest voice for other tools to get
- 20 this disclosure, because I think I'm hearing some
- 21 degree of resistance to that from DOE, while at the
- 22 same time DOE is talking about good faith
- 23 cooperation. So I think I may be hearing two
- 24 different things there.
- JUDGE MOORE: Clark County and DOE, has

- 1 Clark yet sought information from DOE? One.
- 2 Two, any sought information been rejected?
- And three, what did you do about it, if
- 4 that was the case?
- 5 MR. ROBBINS: None of the above has
- 6 occurred yet, Your Honors.
- 7 I'm -- I'm expressing forward-looking
- 8 concern that I hope is never realized.
- 9 But, you know, we -- we -- I guess we
- should not be naive as we formulate the process.
- 11 JUDGE MOORE: DOE, are we being naive --
- 12 MR. SCHMUTZ: Well --
- 13 JUDGE MOORE: -- since you are the fountain
- 14 of most of the information?
- 15 MR. SCHMUTZ: I know.
- 16 If -- if -- if my remarks earlier today
- 17 suggested that we're going to put on experts, and
- 18 submit them to depositions, and their answer is going
- 19 to be, we don't know anything about anything, that is
- 20 not going to happen in one instance.
- We will put on experts. Since the process
- is envisioned, we will be identifying the experts.
- 23 We will be identifying the portions of the SAR about
- 24 which they will testify. We will be identifying the
- contentions that they will be addressing ultimately

- 1 in their prefile testimony.
- There will be -- there will never be an
- 3 instance, I can assure the Board, where our witness
- 4 will be put on as the spokesperson for the Department
- 5 of Energy, on a portion for the SER, and claim that
- 6 he doesn't know the analysis. That will not happen.
- 7 And if -- if my remarks earlier today gave Clark
- 8 County the impression that that was my position, then
- 9 I apologize for that. That is not my position nor is
- 10 it the Department.
- 11 JUDGE RYERSON: I -- I don't think you have
- 12 to assure us that that would be the case, because I
- think it's a self-help here.
- 14 If -- if I understand your point,
- 15 Mr. Robbins, that if -- if a witness gets on the
- 16 stand at an appropriate point in the litigation for
- deposition and simply knows nothing, you have two
- 18 choices: You can try to continue the deposition, if
- 19 you -- if you really want that information or you can
- 20 end the deposition right there and you have that for
- 21 purposes of the hearing on the merits -- I mean, that
- 22 wouldn't leave that witness in a particularly good
- 23 position for a hearing on the merits, so I -- I
- completely agree with DOE's position.
- I don't think they would ever do that. But

- 1 there is a practical question of how much information
- 2 do they have at particular points so that they can --
- 3 can testify in a meaningful way.
- 4 MR. ROBBINS: If I'm -- not to belabor,
- 5 but, first of all, counsel's clarification is
- 6 hel pful.
- I am confused by one part of it, in that,
- 8 if I heard correctly, Mr. Schmutz, your -- your
- 9 response included a statement to the effect that the
- 10 witness' prefile testimony would describe -- well,
- 11 would include their testimony essentially, whatever
- 12 it was -- I didn't understand the reference to
- 13 prefile testimony.
- MR. SCHMUTZ: Okay. Oh, I didn't mean to
- 15 make one, I don't think.
- I mean, what I -- what I was saying was,
- 17 will be the initial disclosures that are required for
- 18 each in order to kick off the discovery process. The
- 19 experts at that point in time will be knowledgeable
- 20 about the SAR analysis. They will answer any
- 21 questions that you have and you will know what
- 22 portions of the SAR analysis they will be responsible
- 23 for.
- You will also know, ultimately, the
- 25 contentions to which have been assigned to that

- 1 person, who will ultimately file prefile testimony.
- 2 At that point in time, that witness may or
- 3 may not, more often than not will not have answers
- 4 and analyzed every contention and understand the
- 5 bases for all the contentions because we don't have
- 6 that information, they can't possibly be in that
- 7 position.
- 8 But you will go in and presumably you have
- 9 taken issue with analyses and the SAR and you'll have
- 10 questions about that analysis.
- 11 Our witnesses will be able to answer all --
- 12 all of your questions, I -- I can assure you, to your
- 13 satisfaction.
- 14 JUDGE MOORE: And Mr. Robbins, if you had
- 15 not participated in an NRC formal adjudication such
- 16 as this, once prefiled direct testimony is filed with
- 17 half a library of exhibits, which is the normal case,
- 18 and your experts have had time to sift through that,
- 19 that is a marked difference from either a jury trial
- 20 or most civil litigation where there's not prefiled
- 21 direct testimony, where you're hearing it for the
- 22 first time on the stand and out of the witness'
- 23 mouth.
- 24 And that also fills in an enormous number
- of what otherwise might be legitimate questions or

- 1 blanks or certainly areas in which you wish to pursue
- 2 on cross examination.
- 3 So, that's the ultimate goal, to get this
- 4 case to the point where there's prefiled direct
- 5 testimony and then all sides have to file their
- 6 prefile direct testimony.
- 7 If I were designing a new system of
- 8 litigation from a clean slate, I'd make you all start
- 9 with your prefile direct testimony, and we could cut
- 10 out an awful lot of this, but that's not the way the
- 11 system works.
- MR. ROBBINS: And Your Honor, that's --
- 13 that's very much a part of what underlies my concern,
- 14 because I do practice with prefiled testimony quite a
- 15 bit. However, I have more experience with the
- 16 prefiled testimony. It's filed earlier in the
- 17 process, such as you would propose, and there are
- 18 discovery opportunities, including depositions,
- 19 following the filing of the prefiled testimony,
- 20 whereas, you know, that's a significance difference
- 21 here and that's part of what drives concern. But
- 22 think this -- this -- it's been a helpful discussion
- 23 from our standpoint and -- and counsel's
- 24 clarifications and assurances help address some of
- the concerns.

- 1 JUDGE MOORE: All right. Does anyone else
- 2 have anything they'd like to be heard upon with
- 3 respect to Question 18?
- 4 Hearing none, let's move on to 19, which is
- 5 mooted because no one has anything to add to 18.
- 6 Twenty?
- 7 Mr. Malsch, do have you anything you would
- 8 like to add from what's in your written last week's
- 9 statement?
- MR. MALSCH: No, Judge Moore, we have
- 11 nothing to add at this point.
- 12 JUDGE MOORE: DOE?
- MR. SCHMUTZ: We have nothing to add, Your
- 14 Honor.
- 15 JUDGE MOORE: Staff?
- 17 Honor.
- 18 JUDGE MOORE: Mr. List?
- MR. LIST: Nothing to add, Your Honor.
- JUDGE MOORE: Do any of the other entities?
- Thank you.
- We can skip over 21. Twenty two?
- Mr. Mal sch?
- 24 MR. MALSCH: I -- Judge, we have nothing to
- 25 add. I just wanted to point out we do have this

- 1 little chart with the schedule attached to our
- answer, and it was not to suggest that one should be
- 3 setting six schedules now with SER Volumes II, you
- 4 know, IV, and V, but just to sort of paint a broader
- 5 picture of where the proceeding might be going.
- And so, you know, we hope the Board doesn't
- 7 take every one of these dates actually literally as a
- 8 proposed schedule for the parts of the proceeding
- 9 that will be taking place in the distant future.
- 10 JUDGE MOORE: Now, on scheduling, since the
- 11 filing last week, in response to our questions, have
- 12 the parties had any further opportunity to consult,
- 13 and do you have any more realistic numbers for the
- 14 number of depositions that you think are in reality
- 15 going to be taken on those contentions that are
- 16 associated with SER Volume III, recognizing that
- 17 there's 24 in dispute, which could be some number of
- 18 depositions, in and of themself, but likely those
- 19 would be highly repetitive?
- 20 MR. SCHMUTZ: Your Honor, I think -- I
- 21 think that what we've done is tried to rack up how
- 22 many experts we think are going to be out there and
- then assume that all of them will be deposed.
- 24 And I would guess that Nevada has been
- 25 thinking about it, and you start with the assumption

- 1 of if he's an expert and he's going to testify, so we
- 2 may --
- 3 JUDGE MOORE: These are outside numbers.
- 4 MR. SCHMUTZ: These are outside numbers.
- 5 And we may have as many as 70 expert witnesses that
- 6 we have to address the couple hundred contentions.
- 7 I'm sure Nevada has -- we assume Nevada would have
- 8 about half that, maybe a little more. Staff would
- 9 have a large number, you know, ultimately on the SER.
- 10 Other parties would have them. So, you know, and
- 11 then you add on to that, this limit with what's been
- 12 proposed as the limitless number of other depositions
- 13 of people that are not identified experts and you get
- 14 a pretty large number.
- 15 All those numbers you have seen are outside
- 16 numbers, in my view. Maybe we won't have to depose
- 17 every expert, that we will use some of Nevada's
- 18 experts, may be duplicative. I don't know.
- 19 JUDGE MOORE: What struck me in your
- 20 original filings that were previously alluded to by
- 21 Judge Ryerson, was when you had all seemingly agreed
- in the joint proposal that each deponent would be
- 23 essentially limited to one day.
- MR. SCHMUTZ: Yes, Your Honor. I hope that
- 25 still holds.

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1
               JUDGE MOORE: Well, it struck me that for
 2
     witnesses that will be testifying with regard to
 3
     multiple-related contentions and the DOE's case, I
     suspect that there will be a similar core group of
 4
5
     witnesses that will be testifying to the counterpart
     of what Nevada has proposed, witnesses will be
 6
 7
     testifying to, that -- how that would happen, that
8
     you could limit those depositions to one day.
                                                     Ιt
9
     also struck me that many of these depositions, I
10
     would think, are two and three-hour depositions.
11
               MR. SCHMUTZ:
                             I think the answer to that at
12
     least in my experience, in Federal District Court,
13
     it's limited to a day now, at the outset. I don't
14
     know how many times I've gone to the other side and
15
     said, we can't do this in a day.
                                       This is silly.
16
     We've worked it out. So all things that ought to be
17
     worked out fairly easily among the parties that for
18
     a particular witness if we are going to cover all
19
     the subject matters, that the witness is going to
20
     cover, that it's going to take more than a day.
21
               I can't imagine that that will lead to any
22
     significant disputes.
23
               JUDGE MOORE:
                             So again, you're proposing
24
     that no ironclad rule be put into effect?
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MR. SCHMUTZ: I would say that the

25

- 1 presumption ought to be a day but that the parties --
- 2 I believe the proposal earlier was it ought to be a
- 3 day, but if there's reasons to go beyond the day,
- 4 we'd negotiate it and failing negotiating, we'd come
- 5 to the Board. I would say that that process should
- 6 remain, and I don't think that should be a problem.
- JUDGE MOORE: Mr. Malsch, are you in accord
- 8 with that?
- 9 MR. MALSCH: Yes, Judge Moore, we would
- 10 agree with that. I think in our proposal we
- 11 indicated that there may need to be depositions going
- 12 on for more than one day for an expert, if for
- 13 example, that expert would be testifying about more
- 14 than one contention. So I think that could very
- 15 well be the case, and I think we can work that out.
- JUDGE MOORE: While we're on the subject of
- 17 depositions, there is still apparent to me
- 18 disagreement especially between DOE and Nevada on how
- 19 many depositions can be taken in a day, and in a
- 20 week, and over how continuously. This is from the
- 21 Board's perspective. We see the difference in
- 22 resources of the parties and we think that's
- reflected in the positions of the parties.
- Realistically, do you think, Mr. Malsch,
- 25 that you can, like these other issues, come to a

- 1 reasonable accommodation since you're going to both
- 2 have the bulk of witnesses that will be deposed and
- 3 have to take -- and witnesses that have to be
- 4 defended in depositions, as to how many, over what
- 5 stretch of time and appropriate breaks, or you think
- 6 that that is something that's going to have to be
- 7 dictated?
- 8 MR. SCHMUTZ: Oh, you know, I -- in almost
- 9 all the cases I work on, these are kind of routine
- 10 matters of counsel. They work out.
- I can't imagine that -- we're not going to
- 12 suggest, for example, that somebody, Mr. Malsch's
- 13 witness is being deposed in Albuquerque and that the
- 14 next day he be in New York to take a deposition of
- 15 somebody else. We understand there are limits.
- But to start off with a presumed number of
- 17 depositions, whether you could do four or five a week
- 18 without any trouble, because there are multiple
- 19 parties, we have to deal with more than just Nevada.
- 20 We have a lot of people to deal with. If it was
- just Nevada and the Department of Energy, maybe
- those limits would be fine, but we think we can
- 23 structure a system, maybe we'll take depositions
- 24 every day but they won't involve Nevada.
- JUDGE MOORE: So your answer is, you see no

- 1 reason at this point that this is not something that
- 2 can be reasonably worked out with accommodation of
- 3 counsel?
- 4 MR. SCHMUTZ: Absolutely, Your Honor.
- 5 JUDGE MOORE: And the appropriate language
- 6 in case management to that effect.
- 7 MR. SCHMUTZ: We hope it will never occur
- 8 but if it had to, we will come to the Board again.
- 9 You know, I think built into the case
- 10 management, there should be this strong flavor that
- 11 if the parties can reconcile an issue that we solve
- or we go to the Board orally, we have a conference
- 13 and we get it resolved immediately and not waste time
- 14 or paper.
- 15 JUDGE MOORE: Before we take a Lunch
- 16 recess, do any of the other parties have matters that
- 17 they wish to bring before us right now or that you
- 18 wish to have us address later this afternoon
- 19 immediately after the luncheon recess? We will be
- 20 hearing an argument from Nevada and the Staff on a
- 21 motion to compel and a motion to amend privilege
- 22 logs. And then we will address additional matters
- that the Board has going back to your original
- 24 filings. And if you have matters, we'd like to hear
- 25 about them.

1	Yes?
2	MS. HOUCK: Thank you, Your Honor.
3	Darcie Houck for JTS. We would like to
4	just briefly respond on the Court's August 25 th
5	order. On page three, the Board did reject the
6	language proposed by JTS concerning entry to land.
7	JTS does have some alternative language
8	that we intend to submit to the parties that we
9	believe addresses the concerns raised by NRC staff
10	and the Board. We just request leave to submit that
11	alternate language to the Board.
12	JUDGE MOORE: On that issue, since we have
13	no idea whether any of the other parties, staff, DOE
14	or anyone else, wishes to make such entry, does it
15	make sense to just leave it to be dealt with on a
16	case-by-case basis and bring it before the Board, as
17	opposed to trying to set a rule which invariably
18	someone will disagree with and bring it back before
19	the Board in any event?
20	MS. HOUCK: One second, Your Honor.
21	Your Honor, I think that would work for
22	this situation, however we would want to have
23	notification prior to anybody or Staff if they
24	needed to
25	JUDGE MOORE: I should know the answer. I

- 1 don't. Under subpart J -- I can't remember the rule
- 2 that allows entry on land as one of the prescribed
- 3 discovery tecnhiques.
- 4 Is notice required?
- 5 MS. HOUCK: I -- I would need to check
- 6 that.
- 7 Our concern is just that we would want to
- 8 make sure that other federal laws involving the
- 9 cultural -- if there was cultural sensitivity to the
- 10 specific sites, that if certain provisions needed to
- 11 be in place prior to entry that there was some
- 12 consultation.
- JUDGE MOORE: Right.
- DOE's, I suspect, just a wild guess, that
- 15 if anyone falls in the position of seeking entry for
- 16 purposes, it would be DOE or possibly the Staff. Is
- 17 there any reason why counsel can't reach an accord on
- 18 notice for such things? Or anyone that has such an
- interest as part of a case management Order?
- MR. SCHMUTZ: None, whatsoever, Your Honor.
- JUDGE MOORE: Staff, do you agree with
- 22 that?
- >> MS. BUPP: Yes, we're perfectly amenable
- to working out a notice agreement with the tribe.
- JUDGE MOORE: Then, I think that may be

- 1 something we want to keep in mind for dealing with
- 2 that issue. Is that true?
- 3 MS. HOUCK: Yes, Your Honor, I believe that
- 4 will address our concerns. Thank you.
- 5 JUDGE MOORE: Are there any matters that
- 6 the parties would like to address this afternoon?
- 7 Inyo.
- 8 MR. JAMES: Yes, Your Honor. Thank you.
- 9 Greg James, Inyo County. In the joint
- 10 filing that was made indicates that within 40 days of
- 11 the NRC staff decision on how it responds to DOE's
- 12 recent decision not to prepare a supplemental
- 13 Environmental Impact Statement, there would be a
- 14 litigation schedule filed.
- And also in response to a motion Inyo
- 16 County filed for an extenstion of time, the parties
- have 30 days to file a formal announcement by NRC
- staff as to how they would proceed with the
- supplemental groundwater document to file new or
- amended contentions. I think the question that I
- have is, in view of the counsel representation from
- the NRC staff, has that been a formal announcement?
- Are those times triggered and do we need to
- 24 be moving in the next 30 to 40 days to file
- 25 litigation schedules, particularly in view of the

- 1 fact that it appears now the groundwater document may
- 2 be delayed for two years or more?
- JUDGE MOORE: I don't believe I fully
- 4 understood the first part of the question. The Staff
- 5 has announced today that there will be no Staff
- 6 supplementation on groundwater issues until fiscal --
- 7 after fiscal year 2010.
- 8 Is that correct, Staff?
- 9 >> MS. BUPP: Yes, there will be some
- 10 undetermined time after fiscal year 2010.
- 11 JUDGE MOORE: Does the Staff have any plans
- 12 to issue anything in regard to groundwater issues
- 13 that would impact any of these parties 'rights,
- 14 trigger any of these parties 'obligations to file
- 15 contentions prior to the Staff's disborgement of the
- 16 document after 2010?
- 17 >> MS. BUPP: The staff doesn't intend to
- 18 issue any document until the actual groundwater
- 19 supplementation. However, I would reiterate our
- 20 position in response to Inyo's County's motion that
- 21 the parties can and should file contentions based on
- 22 DOE's groundwater analysis now, and then would have
- 23 an opportunity to either amend their contentions or
- 24 file new contentions based on the NRC's groundwater
- supplement.

- 1 JUDGE RYERSON: That Ms. Bupp is the same
- 2 position we rejected by our last Order, isn't that
- 3 correct? We have ruled that the obligation to file
- 4 new contentions will arise from 30 days after the
- 5 Staff's statement of position and the Staff's
- 6 position really will not be clear until 2011,
- 7 correct?
- 8 >> MS. BUPP: If that is what the Board
- 9 intended. We read the Order as saying that the
- 10 parties would file the contentions 30 days after the
- 11 staff stated what they were going to do with regard
- to DOE's groundwater supplement which is that we are
- 13 going to prepare the supplement which DOE has not
- 14 prepared it.
- JUDGE RYERSON: We should probably move on.
- JUDGE MOORE: We will take that view under
- 17 consideration and study over the lunch recess, our
- 18 language and I will leave it at that.
- Does anyone else have a matter that they
- 20 would like to us to address this afternoon?
- MR. JAMES: Greg James with Inyo County; an
- 22 additional question with concerning the applicability
- of the NRC regulations for augmenting NEPA documents
- 24 during litigation. If I heard you correctly, you
- indicated there was some questions to whether that

- 1 procedure applies in this proceedings. If that is in
- 2 fact the case, it would seem like it may be an issue
- 3 that should be briefed sooner rather than later by
- 4 parties because it affects how litigation would
- 5 proceed.
- 6 >>JUDGE MOORE: It will certainly affect
- 7 how the litigation will proceed with regard to NEPA
- 8 issues.
- 9 And that is one of the matters that I
- 10 believe we will be taking up this afternoon to at
- 11 least get the preliminary thoughts on all of the
- 12 parties to restate so we know clearly what the issue
- 13 is.
- 14 Under normal NRC litigative adjudicatory
- 15 practices, Staff NEPA documents may be challenged.
- 16 The challenge general starts with the filing of
- 17 contentions on the applicant's environmental report.
- 18 As you all know in this case, there is no
- 19 environmental report.
- The EISs were written by the Department of
- 21 Energy through the full process of draft, comment and
- 22 final, and then submitted as part of the license
- 23 application process and the NRC and the Nuclear Waste
- 24 Policy Act, made the determination of whether those
- documents were acceptable or must be supplemented.

1 In the normal non-Yucca mountain case, you 2 have contentions filed on the environmental report, 3 then either contentions are amended and supplemented depending on the graph supplemental EIS, and the same 4 5 process with the final EIS. And those matters are adjudicated, the 6 issues raised and any -- in most instances, the 7 deficient, alleged deficiencies in the staff 8 environmental documents to the extent there are found 9 to be deficiencies, are getting corrected through the 10 adjudicatory process, the hearing record as reflected 11 in any licensing Board decision or appellate 12 commission decision, then our dean amendments to the 13 Staff NEPA documents, the agency NEPA documents 14 those then are the final agency NEPA documents. 15 16 This case has many wrinkles in it because 17 of what the Nuclear Waste Policy Act says, and I'm 18 sorry, I didn't review it this morning. But, if 19 memory serves, it has -- the Nuclear Waste Policy Act 20 has language in it that once DOE issues the ELSs and 21 staff makes its determination of it's practical to accept those or it's -- it must be supplemented, it's 22 23 done both here, I believe there's language in the Waste Policy Act, that there's not further challenge. 24 25 It's complicated by what went on here as

- 1 was laid out in the contention admission decision
- 2 where we specifically put off, deciding, okay, we
- 3 admitted the decisions under the rules as we found
- 4 them for contention admissibility for NEPA issues in
- 5 the unique circumstances we were faced with, under
- 6 Commission rules that were written for one purpose
- 7 and now apply with a totally different set of
- 8 circumstances, spell all that out in the decision.
- 9 And, frankly, I don't have any an answer to what the
- 10 standard is that we will apply and whether the
- 11 traditional adjudicatory NRC practice applies for
- 12 NEPA contentions.
- We won't have to find an answer to that in
- 14 dealing with the 50-something NEPA contentions we
- 15 have pending before us.
- And that's one of the issues that will need
- 17 to be addressed by the parties. And it's one thing
- 18 to get your preliminary views. It's another thing to
- 19 have a brief, and not have it briefed in the context
- 20 of a contention that's actually being litigated. And
- 21 I'm not sure that it can be resolved without a test
- vehicle, but I'm speaking solely for myself.
- 23 It's always dangerous ground to make
- 24 pronouncements in non-actual situations. So, from my
- 25 perspective, that's the issue that we face with those

- 1 50 something NEPA contentions that will have to be
- 2 addressed. And part of the problem is how we
- 3 schedule them and do we pick out a test case or agree
- 4 on a test case and get it litigated and have it
- 5 briefed and deal with it.
- 6 Well, if there are no other issues that you
- 7 have for us.
- 8 We will now at 12:05 break for lunch until
- 9 1:35, at which time we will commence the argument on
- 10 the motion to compel for the State of Nevada and then
- 11 the Staff motion. We stand in recess until 1:35.
- 12 (Whereupon, Luch recess was taken)
- 13 AFTERNOON SESSION
- 14 >>JUDGE MOORE: We will now hear a brief
- 15 argument from the State of Nevada and on to the first
- one. Nevada's motion to compel. Would you address
- 17 us from the podium, please.
- 18 >> MR. FITZPATRICK: Your Honor, may it
- 19 please the Board, Charles Fitzpatrick representing
- 20 the State of Nevada. I'll be very brief and I guess
- 21 I'll roll two motions together for purposes of
- 22 discussion since they are tied together.
- >>JUDGE MOORE: You may reserve a few
- 24 moments for rebuttal but it must be rebuttal.
- >>MR. FITZPATRICK: All right, Sir.

- 1 Initially, Staff filed a supplement to their LSN on
- 2 July 30th and that included the privilege log which
- all 29 documents purported to be a deliberative
- 4 process although the PAPO rules require
- $_{5}$ certification that the log is accurate and privilege
- 6 claimed and truthful. There was no certification.
- 7 Nevada contacted Staff about having the consultation
- because Nevada believed that the log was inaccurate
- 9 in claiming the privilege.
- 10 >>JUDGE MOORE: First question, you cite
- 11 and rely upon the revised second case management by
- 12 PAPO, subsequently adopted by the case management for
- 13 the -- after the contentions were filed.
- 14 I do agree that that motion is at
- 15 least in part applicable to resolving your motion.
- >>MR. FITZPATRICK: That case management
- 17 Order is probably the critical document.
- 18 >>JUDGE MOORE: And will you also agree
- 19 that the -- to the extent applicable, if any, that
- 20 the 3rd, 4th and 5th case management Orders are
- 21 equally applicable to resolving your motion?
- >>MR. FITZPATRICK: Yes, Your Honor,
- 23 particularly, the 5th which also talks about
- 24 deliberative process documents. That revised second
- 25 case managment Order that you speak of does provide

- 1 at Page 6 that the claimant of deliberative process
- 2 privilege does bears the truth on it and it contains
- 3 in Appendix C which sets out what are the requisite
- 4 14 bits of information that must be supplied by
- 5 deliberative process privilege claimant to establish
- 6 that privilege.
- 7 Items 9 and 10 refer to the specific
- 8 decision on the deliberation including the date of
- 9 the decision and 10 is the specific explanation why
- 10 the document was deliberative.
- I believed when I contacted Staff, I made
- 12 the point that I thought that the discussion could
- 13 take place in two parts because the 29 documents fell
- 14 into two categories. Twelve of the 29 were claims
- 15 by the Staff that the documents in question discussed
- 16 their decision to adopt the DOE DIS and 12 of them
- 17 were on that subject.
- 18 I conceded for the sake of argument that
- 19 those 12 probably were deliberative provided they
- 20 were being truthful -- I assume they were -- but they
- 21 specified that that was the decision that was at
- 22 issue in those documents. But I claim that those
- 23 were dilatory because this was a July 2009 filing of
- 24 the log, and the EIS adoption took place in
- 25 September, '08. And all these documents that were

- 1 listed regarding the decision were authored before
- 2 September, '08.
- 3 So, Staff has supplemented their LSN on a
- 4 monthly basis since then. So with that group, I
- 5 asserted that they were untimely even if
- 6 deliberative and the privilege had been waived.
- With respect to the other 17, I said
- there were two problems: One was that they were not
- timely because in the case of those 17 documents,
- $_{10}$ some of them were as old as 2001 but mostly, 2005 and
- 11 2007, and again, not submitted until here in July,
- 12 2009.
- And the second problem with respect to
- those 17 was that the deliberative process
- explanation or component listing was insufficient
- because it didn't identify any specific decision, or
- an explanation why the document was deliberative.
- And in addition as with the first 12, all of those
- were way untimely.
- >>JUDGE MOORE: Now, so the substantive
- 21 challenge that you're raising with regard to the July
- 22 30th supplementation of the Staff's deliberative
- 23 process privilege log is that the log does not
- 24 establish on its face, a prima facia case for the
- 25 privilege; is that fair?

- 1 >>MR. FITZPATRICK: Right. The advice
- 2 case management Order Number 2 specified certain
- 3 criteria that must be dealt with, accounted for and
- 4 they were not.
- 5 >>JUDGE MOORE: And the purpose of those
- 6 was on its face, to show there was a prima facia case
- 7 of the deliberative process?
- 8 >>MR. FITZPATRICK: The PAPO Board spent
- 9 quite a bit of time deciding with respect to each of
- 10 the different primary privileges what the component
- 11 parts required to establish a claim.
- >>JUDGE MOORE: You agreed with me that the
- 13 revised second case management Order was fully
- 14 applicable for deciding your motion. I'm curious, in
- 15 Paragraph 3 F(3) of that motion, states, "If a motion
- 16 to compel challenges" -- "If a motion to compel
- 17 challenges only whether the privilege log
- 18 establishes a prima facia case to the claimed
- 19 privilege, the motion shall clearly so state in the
- 20 first paragraph of the motion."
- 21 Why didn't you comply with that?
- >>MR. FITZPATRICK: Because the motion did
- 23 not only claim that it didn't make a prima fascia
- 24 case --
- >>JUDGE MOORE: Timeliness and that?

- 1 >>MR. FITZPATRICK: And that it was
- 2 untimely. As a matter of fact, it only claimed the
- 3 prima facia thing as to 12 -- 17 of the 29 parts,
- 4 whereas that other claim, the untimely waiver was
- 5 made as to all 29. So that's why it wasn't referred.
- 6 >>JUDGE MOORE: You also agreed with me
- 7 that the 4th case management Order was
- 8 applicable. Paragraph B of that Order, entitled
- 9 "Motions To Compel," last sentence says "Any motion
- 10 to compel production of documents that fails to
- 11 include an Appendix A containing the listing of LSN
- 12 extention numbers and claimed privileges will be
- 13 denied." And that was put in there as an self
- 14 enforcing mechanism.
- 15 Did you attach an Appendix A to your
- 16 motion, and if not, why not?
- 17 >>MR. FITZPATRICK: I didn't attach an
- 18 appendix -- well, other than an e-mail that had been
- 19 sent by Staff. I incorporated the text, a list of
- 20 the complained of portions. I did not attach an
- 21 appendi x.
- >>JUDGE MOORE: But if you read the purpose
- of that appendix, which is spelled out in that 4th
- 24 case management Order, that was so that all of these
- 25 motions to compel can be tracked automatically and

- 1 kept track of over the long history of this process
- 2 with the EDMS and that language says, "Any motion to
- 3 compel the production of documents that fails to
- 4 include an Appendix A" and it's spelled out in detail
- 5 in here how the appendix must be put together and
- 6 what's in it, "Listing the LSN extension number and
- 7 claimed privileges, will be denied."
- 8 Do we have any choice since those motions
- 9 are -- case management Orders are fully applicable
- 10 but they deny your motion on that ground?
- 11 >>MR. FITZPATRICK: I think you have the
- 12 discretion to consider that the text of the motion
- 13 contains the specifics and ultimate details of what
- 14 the complaint was.
- 15 >>JUDGE MOORE: Go ahead.
- >>MR. FITZPATRICK: In any event, we
- 17 discussed the matter and I filed a motion to compel
- 18 and set up those two categories of documents.
- 19 Staff's answer, said "Staff's assertion of the
- 20 deliberative process was appropriate and timely of
- 21 the 29 documents." And they went on to say, the
- 22 reason they were timely, even though the documents
- 23 were very old, conceivably was because they had
- 24 changed in character and the first time they were
- 25 reviewed, certainly this is something we all are

- 1 comfortable with, we should re-review documents and
- 2 if they should change in character, to where they are
- 3 LSN worthy, you should incorporate them.
- 4 But this was an after-the-fact assertion
- 5 that they had just decided that they were now LSN.
- 6 In looking at the subject matter of the documents
- 7 themselves such as, this document relates to
- discussion on tad canisters, this document relates to
- 9 discussion on technical data for models and the TSPA
- and the waste package and so on; I fail to understand
- 11 why they would be -- why they would have been LSN
- worthy from the beginning and why they became so.
- And in the motion, I urged that -- in the response
- that that be dealt with, and an explanation given if
- the claim were made that they changed in character.
- Why were they not LSN worthy when created?
- 17 Why were they suddenly, now? And in the response,
- 18 Staff simply said that they re-reviewed them, that
- 19 they had changed in character. They didn't explain
- 20 with respect to any document why it had changed in
- 21 character, why the discussion of tad was not relevant
- 22 before but was now.
- In my view, the only defense between simply
- 24 saying we forgot to include documents that were four
- years old and saying that we decided now they are

- 1 relevant, is the explanation of why they were not
- 2 relevant before they are now. And that has not been
- 3 provi ded.
- 4 Staff responded to our argument that they
- 5 were LSN relevant by suggesting that since they had
- 6 not made a decision on -- in the licensing
- 7 proceeding, there were no documents that were really
- 8 supportive of their position or non-supportive of
- 9 their position but that wouldn't explain either why
- 10 they certified LSN 25,000 documents, when they did
- 11 certify, why they up-dated it with additional ones
- and why these documents have suddenly become
- 13 documentary material as they don't have a position.
- 14 Finally, the response they listed four or
- 15 five decisions. They said license application
- decision itself, the SER is not the only decision.
- 17 We make lots of decisions. I certainly agree they
- 18 do.
- They listed several decisions that they
- 20 make that are not LA decisions, but they didn't tie
- any one of those decisions to any one of the
- 22 documents that were criticized as not specifying a
- 23 deci si on.
- So, still as we stand here today, there has
- been no correlation, no statement as to those

- 1 documents that are enumerated in the motion and don't
- 2 give them a specific decision. Well, what is the
- 3 decision? There still is no answer to that question.
- 4 After we filed the motion, they filed the response,
- 5 Staff filed the motion for leave to change or correct
- 6 their privilege log And I called to meet to confer
- 7 about that.
- They would not provide me a copy of the
- 9 corrected privilege log. They had not attached it to
- 10 the motion either provided to the CAB.. They would
- 11 not identify the corrections they proposed to make.
- They would not represent the changes they
- 13 were supposed to make were different from the changes
- 14 that I had asked them to make in connection with the
- motion to compel. And which they had taken the
- 16 position, don't need to make any changes. It is
- 17 timely, proper in accordance with the PAPO Order.
- And as a matter of fact, in their motion
- for leave to correct the privilege log, the Page 3
- 20 Footnote 3, staff's notes says that it maintains its
- 21 privilege log, properly asserts the due process
- privilege, and satisfies the requirements of the PAPO
- 23 Board, revised case management 2. If that's the
- case, then, the ruling should be simply, they
- shouldn't have filed the motion and it should be

- deni ed.
- In other words, their position is in both
- 3 the response motion to compel and follow-up motion
- 4 for leave to change it, we don't really need to
- 5 change it because it is perfectly okay. Then, there
- 6 is no need for a motion.
- 7 Finally, they ask that the
- motion -- their motion though it was filed subsequent
- of to the motion to compel, be decided before the Board
- considers the motion to compel. And the only reason
- suggested for that is that it might help clarify the
- issues in the motion to compel. And frankly, our
- feeling is that the only reason to urge that the
- motion to correct their privilege log be considered
- first is so that they can fix the problems that they
- 16 claimed, both in the response in the new motion and
- in the consultation do not exist because at all
- times, they claim that it is perfectly correct and
- proper in accordance with the PAPO Board.
- So I think the motion shouldn't have been
- 21 filed and shouldn't be considered first.
- >>JUDGE MOORE: Thank you. Ms. Bupp.
- >> MS. BUPP: Good afternoon, Your Honors.
- 24 I'd like to first start with an issue that the State
- of Nevada raised for the first time in response to

- 1 our motion for leave to correct the privilege log.
- 2 That was that there was no certification attached to
- 3 staff's original privilege log.
- 4 First of all, that if that were an issue
- 5 that Nevada would like the Staff's privilege log to
- 6 be overturned on, they should have raised it in the
- 7 original motion to compel and therefore, that
- 8 argument is waived.
- 9 However, even if that argument was not
- 10 waived, there was no need for Staff to provide a
- 11 separate certification as the revised second case
- 12 management Order, clearly states that the signature
- of an attorney is a certification that the filing has
- 14 been subscribed during the capacity with full
- 15 authority, that he or she has read it, knows the
- 16 content and that to the best of his or her
- 17 knowledge, information and belief, formed after a
- 18 reasonable period, the filing is consistent with
- 19 Part 2, consistent with the Second Case Management
- 20 Order, not interposed for any proper purpose and not
- 21 unreasonably or undue burdensome --
- >>JUDGE MOORE: Ms. Bupp, do you agree the
- 23 revised Second Case Management Order is applicable in
- 24 this case and is controlling?
- >> MS. BUPP: Yes, Your Honor.

- 1 >>JUDGE MOORE: You also agree that the
- 2 3rd, 4th and 5th case management Orders are
- 3 equally applicable and controlling in deciding your
- 4 case?
- 5 >> MS. BUPP: Yes, Your Honor.
- 6 >>JUDGE MOORE: All right. Would you care
- 7 to Look at Paragraph B of the 5th Case Management
- 8 Order which directly contradicts the argument you
- 9 just made; B entitled "Due diligence, Accuracy and
- 10 Care."
- 11 And I quote, "Potential parties and their
- 12 attorneys and representatives, must exercise due
- 13 diligence and care in preparing and filing their
- 14 privilege log, As with all pleadings and discovery
- 15 filings, each time a log is submitted or supplemented
- 16 or corrected, it must be accompanied by a
- 17 certification by the attorney or other representative
- 18 that quote to the best of the signer's knowledge,
- 19 information and belief, formed after a reasonable
- 20 inquiry, that the information on the privilege log
- 21 and claimed privilege for the document is
- 22 inter-alia." Correct?
- Now, you just said it didn't have to be
- 24 done but once and that the signature is sufficient.
- 25 I would suggest to you that Paragraph B of that 5th

- 1 Case Management Order, directly contradicts what you
- 2 said. How am I wrong?
- 3 >> MS. BUPP: I believe that while there is
- 4 a certification required, I believe that both the 2nd
- 5 case management Order and 10 CFR, Section 2.705(g)
- 6 that states that the signature of an attorney or
- 7 party constitutes a certification, that to the best
- 8 of the signer's knowledge, information and belief,
- 9 the disclosure is simply incorrect at the time that
- 10 it is made, that that also indicates signature stands
- 11 in for the certification.
- 12 >>JUDGE MOORE: That's fine. Please answer
- 13 my question. My question is, does not Paragraph B of
- 14 the 5th Case Management Order which you have
- 15 conceded is applicable here require you to have
- 16 signed each supplement to the privilege log
- 17 with your -- with a certification?
- 18 >> MS. BUPP: You mean, sign each
- 19 individual entry?
- >>JUDGE MOORE: No. I don't believe that
- 21 any of the case management orders required you to do
- 22 a line by line certification. But when you filed the
- log or the supplement to the log, that you certified
- 24 that pursuant to what it says here in Paragraph B
- 25 which was of the 5th Case Management Order which I

- 1 might add was entitled, "Supplementation Correction
- 2 and Changing of Privilege Logs." And was necessary
- 3 because of the filings of the Department of Energy
- 4 after their filing of original privilege logs
- 5 requires that privilege logs are to be taken
- 6 seriously and that the attorney is to certify each
- 7 supplementation that they have read it, acknowledge
- 8 it, to the best of their knowledge and belief, after
- 9 reasonable investigation, it is accurate and true.
- 10 It's a simple matter that cites back to the
- 11 revised 2nd Case Management Order. I don't see that
- 12 there is any room for suggesting that that is not
- 13 required. Where was your signature?
- 14 >> MS. BUPP: Our signature was on the --
- 15 >>JUDGE MOORE: Where is your
- 16 certification? And furthermore, where was your
- 17 signature on the log? There was a letter and as an
- 18 afterthought, there is a sentence with that letter
- 19 that says the equivalent provided by, attached are
- the privilege logs.
- >> MS. BUPP: I think that it was the
- 22 Staff's interpetation that when we filed as we have
- 23 filed in the past, privilege logs with the statement
- 24 that here is our privilege log, here is the signature
- of the attorney that is submitting the privilege log

- 1 and here is the privilege log, that that taken
- 2 together, is the certification. If that is not the
- 3 case, then that is not the case. But that was the
- 4 staff's interpretation of the requirements of the
- 5 case management orders.
- 6 >>JUDGE MOORE: Well, I would call your
- 7 attention the 5th Case Management Order, paragraph
- 8 B, entitled "Due Diligence, Accuracy and Care," and I
- 9 quite frankly don't see how in light of that, your
- 10 argument stands. But, be that as it may, I commend
- 11 that you read that and see if that; s Staff
- 12 interpretation for the future is accurate...
- 13 Go ahead.
- MS. BUFF: With respect to the claims made
- in the Motion to Compel: In the first place, I would
- 16 like to address the claims of lateness together
- 17 although counsel for Nevada has denied those two
- 18 categories, environmental and safety-related
- 19 contention. He claims that both are late and Staff
- 20 holds that both -- that the claim of privilege for
- 21 both types of documents is timely for the same
- 22 reason.
- That being that the Commission has made it
- 24 clear that all of the parties are to go back and
- continuously re-evaluate their claims of privilege to

- 1 re-evaluate their LSN certification to make sure that
- 2 they are -- continue to be accurate and most
- 3 importantly, they are to do so after contentions are
- 4 filed and admitted.
- 5 This was very important from Staff's point
- 6 of view because as we have not yet finished our SER
- 7 with the exception of our document determination
- 8 report, we have not reached any regulatory
- 9 conclusion.
- 10 Therefore, our Class 1 and Class 2
- 11 documentary material is quite limited. However, once
- 12 we have rulings on the contentions, we were able to
- 13 ascertain the positions of the other parties. And
- 14 therefore, we have gone back and re-reviewed
- 15 documents that we had not placed on the LSN
- 16 previously to determine whether they may be
- 17 supportive or non-supportive of somebody's else's
- 18 position with regard to the license application, or
- 19 with regard to the EIS. That is what we did in this
- 20 case and we believe that our doing so was not only
- 21 timely, it was required by the Commission.
- With respect to the claim that the
- 23 safety-related documents do not assert a decision on
- 24 which a claim of privilege can be based, we would
- 25 argue that the privilege logs as filed are adequate

- 1 and do if you read the totality of information in the
- 2 privilege logs; that the totality of information
- 3 points to several pre-license application decisions
- 4 that were influenced by --
- 5 >>JUDGE MOORE: Let's back up.
- 6 >> MS. BUPP: Okay.
- 7 >>JUDGE MOORE: Page 7 of your answer, you
- 8 state under C -1, the last sentence on page 7, when
- 9 the staff made its adoption determination file,
- 10 December 1st 2008, certification of LSN
- 11 supplementation, however, the staff was unaware of
- 12 the position of any potential party might take with
- 13 regard to the EIS.
- Why is there the position of another party
- 15 relevant to the Staff's ADR position with respect to
- 16 its Class 1 or Class 2 documentary material under 10
- 17 CFR 2.1001? I'm missing something in your argument.
- 18 I understand your argument when you have a
- 19 party- that brief is argued and has been decided.
- 20 understand the DOE's position.
- 21 But the staff is in a unique position.
- 22 They don't file contentions. And so, what is the
- importance to the Staff in determining whether
- there's supporting or non-supporting documentary
- 25 material Class 1 or Class 2 with regard to its ADR

- 1 decision, what any of these other parties 'position
- 2 is on any contention?
- 4 were doing at the time that we reached our ADR
- 5 decision, we were then going and putting information
- 6 on the LSN that related to the ADR decision. We had
- 7 a wide range of documents that were related to DOE's
- 8 EIS, to Staff's discussion, DOE's EIS and they fell
- 9 into basically three categories: One, documents that
- 10 were supportive of the Staff's adoption,
- 11 determination report. The second were documents that
- were not supportive of the Staff's position with
- 13 respect to the adoption of determination report.
- 14 Those documents were either placed on the
- 15 LSN or re-asserted a claim of privilege for those
- 16 documents. However, there was a third group of
- 17 documents that were neither supportive or
- 18 non-supportive of the Staff's determination report,
- 19 but do have information related to DOE's EIS.
- 20 Therefore, once contentions were filed on DOE's EIS,
- 21 we were able to ascertain what the positions of the
- other parties were with regard to DOE's EIS and then
- 23 go back and re-look at that third group of documents
- 24 and determine if there were any documents among those
- 25 that were either supportive or not supportive of

- 1 another party's position.
- 2 >>JUDGE MOORE: For the Staff's ADR
- 3 decision, though, I'm still missing the point. Isn't
- 4 Nevada's position or California's position or the
- 5 Four Counties position, irrelevant for determining
- 6 whether your information is supportive or
- 7 non-supportive of your ADR position, not theirs?
- 8 >> MS. BUPP: It is definitely, but we
- 9 were releasing information that is not only relevant
- 10 to Staff's position, but could be useful to other
- 11 parties, either supporting their position or to a
- 12 third party and stating somebody else's position is
- 13 wrong because it doesn't support their position.
- So in that sense, we are perhaps being a
- 15 little bit broader with our LSN disclosures.
- >>JUDGE MOORE: All right, continue.
- 17 >> MS. BUPP: With respect to the
- 18 safety-related contentions, the non-EIS related
- 19 documents, Nevada seemed to claim at least in its
- 20 initial motion to compel, that only decisions made
- 21 after the point of the license application being
- 22 filed could possibly be deliberative process with
- 23 regard to the Staff. But the only deliberative
- 24 process was a determination of whether or not to
- 25 issue a construction authorization. And that is

- 1 simply not the case.
- 2 Staff and every government agency
- 3 undergoes a series of deliberative processes every
- 4 day. We make a number of decisions. Some of them
- 5 may actually resolve a regulatory action. Some a
- 6 policy decision. Some of them never actually reach a
- 7 decision stage because at some point during the
- 8 decisionmaking process, we decide not to take
- 9 whatever action it was that we were considering.
- 10 However, all of these activities go on all
- 11 the time and we -- it's not improper to claim the
- 12 deliberative process privilege for a decision that
- does not actually reach the level of a regulatory
- 14 deci si on.
- With respect to the documents in the July
- 16 log, they included documents that were related to our
- 17 determination of what to go int our TPA code which we
- 18 are using for confirmatory analysis for our license
- 19 application. But the decision of what should be
- 20 included in that TPA code was a staff decision that
- 21 had to be considered. They included decisions --
- >>JUDGE MOORE: Ms. Bupp, I apologize for
- 23 beating a dead horse but in looking at 10 CSR,
- 24 2.1001 which is the definition section, definition
- of documentary material which you have supporting --

- 1 or we have in the past supporting and nonsupporting
- 2 issues. For supporting material , it says "Any
- 3 information upon which a party, potential party or
- 4 interested government official intends to rely and or
- 5 cite in support of its decision; "so, for supporting
- 6 material, it's your position, that is the NRC's staff
- 7 position for its ADR determination.
- 8 Likewise, for nonsupporting decisions,
- 9 which is 10 CFR, 2.1001(2), any information known to
- 10 and in the possession of or developed by a party",
- 11 that's you, "that is relevant to but does not support
- 12 that information or that party's position." It's
- 13 your position, not the position of the State of
- 14 Nevada or DOE or any one else.
- So what I'm having trouble with is what you
- 16 call your third category of material that you set
- 17 aside as not being supportive or non-supportive of
- 18 your position. And it became clear after contentions
- 19 were filed, strikes me as irrelevant.
- Now, that material either was upfront
- 21 supporting or upfront not supporting because it was
- 22 your ADR decision, only you knew what it was, and
- 23 only you knew what documents did or did not support
- 24 or were relevant to that decision.
- I may be missing something, certainly

- 1 often do but try to explain so I can understand how a
- 2 third party's position is relevant to your ADR
- 3 decision with respect to the definition of
- 4 documentary material under 10 CFR 2.1001?
- 5 >> MS. BUPP: The staff's understanding and
- 6 the reason why the Staff undertook the secondary
- 7 review in considering all the party's positions as
- 8 laid out in the contentions, was found in the
- 9 Commission's Statements of Consideration for 10 CFR
- 10 Part 2 that was published in Federal Register on June
- 11 14, 2004. Specifically on Page 32,843 of the Federal
- 12 Register, the Commission urged that all the parties
- 13 should re-review their Class 1 and Class 2
- 14 documentary material after filing contentions. And
- 15 the wording the Commission used didn't specify that
- 16 they should re-review their own documentary material
- 17 to see if their own position had changed with regard
- 18 to contentions.
- They were to review their documentary
- 20 material to see if anyone's contentions had changed
- 21 their view of what their Class 1 and Class 2
- 22 documentary material was. So the staff took that to
- 23 heart and decided to re-review the material they
- 24 decided not to place on the LSN because it was not
- 25 supportive or non-supportive of the staff's ADR --

- 1 >>JUDGE MOORE: Can you tell me Ms Bupp,
- 2 let's take your document, the very first one in your
- 3 deliberative process, July 30th, the LSN header
- 4 number ending in 280.
- 5 >> MS. BUPP: Yes.
- 6 >>JUDGE MOORE: That document which had a
- 7 document date of April 4th, -- I'm sorry, April
- 8 11th, 2005. When did the Staff first review that
- 9 document for -- and it's an e-mail -- review that
- 10 e-mail for determination of compliance with LSN?
- 11 >> MS. BUPP: That I do not have at my
- 12 fingertips. I don't know, Your Honor.
- >>JUDGE MOORE: Do you know when the Staff
- 14 reviewed all its backlog of e-mails? And do you
- 15 know whether -- when -- how long that process took
- 16 and do you know whether that process preceded or post
- 17 dated the Staff's date for certification of its
- 18 document collection?
- 19 >> MS. BUPP: I believe it post dated the
- 20 certification of the document collection.
- >>JUDGE MOORE: If that's the case, isn't
- 22 that the reason why these documents are now showing
- 23 up?
- 24 >> MS. BUPP: No, because most of the
- 25 documents have been reviewed more than once. So even

- 1 if the initial review happened after the initial
- 2 certification, if we had to say we were late, could
- 3 we please insert the privilege for it, we would have
- 4 done so at the time we thought it was documentary
- 5 material.
- The most recent time that we reviewed these
- 7 was after the filing of contentions where from our
- 8 point of view, if we are just dealing with the Class
- 9 1 and Class 2 documentary material and narrowly
- 10 defining it as only that material that either support
- or does not support Staff's position, we would have
- 12 no Class 1 or Class 2 documentary material because
- 13 Staff has no position with regard to the licensed
- 14 application.
- >>JUDGE MOORE: But you do with the ADR
- 16 deci si on.
- 17 >> MS. BUPP: No, but this document itself
- 18 is not related to the EIS.
- bad example.
- >> MS. BUPP: Perhaps the next document.
- 22 We can discuss that one. The very next document that
- 23 LSN had their --
- 24 >>JUDGE MOORE: So none of the ADR
- 25 documents fell into the answer to your question of

- 1 when the Staff did its e-mail reviews in this case,
- 2 for its backlog of e-mails that came after its
- 3 document certification?
- 4 >> MS. BUPP: The EIS related document were
- 5 all actually created after the initial certification
- 6 of the LSN.
- 7 >>JUDGE MOORE: Turn for a moment to your
- 8 motion to correct.
- 9 >> MS. BUPP: Yes.
- 10 >>JUDGE MOORE: And the statement of
- 11 Nevada's answer. State of Nevada states -- the State
- 12 of Nevada states that they asked to see your proposed
- 13 corrections to the log and that you did not respond
- 14 by turning them over.
- 15 Is that accurate?
- 17 We did not have a complete corrected privilege log
- 18 to turn over to them. I believe that we probably
- 19 could have been a bit more forthcoming, perhaps to
- 20 giving them some excerpts that were completely
- 21 corrected and that might have given them a better
- idea of what the corrections were going to look like.
- However, since we were specifically barred
- 24 from attaching the corrections to the motion, we had
- 25 not perfected the corrections at the time of

- 1 consulting of the parties. So we could not have
- 2 given them a corrected log to look at.
- 3 But we probably could have given them some
- 4 more concrete examples.
- 5 >>JUDGE MOORE: Does not the 5th Case
- 6 Management Order tell you that only material,
- 7 corrections should be made after the time in which
- 8 you could make them without a motion?
- 9 >> MS. BUPP: I'm sorry, I don't quite
- 10 follow.
- >>JUDGE MOORE: Laying my hands on the
- 12 5th Case Management Order; the general rule says,
- 13 Paragraph D (1) under 5th Case Management, are rules
- 14 regarding corrections: "The general rule, prompts
- 15 corrections require. If a potential party realizes
- 16 that one of its privilege logs contains materially
- incorrect or misleading information; "does that not
- 18 set the standard for when such a motion should be
- 19 filed and the time periods and says within -- the
- 20 corrections can be done without the Board's leave if
- 21 they are done within 20 days of initial filing or 10
- 22 days within -- after a supplemental filing?
- And the reason for that was so that one
- 24 party could rely upon them and deal with them. And
- secondly, it made no sense to be wasting anyone's

- 1 time with either any material or non-misleading
- 2 information.
- Now, you have given 3 examples in your
- 4 motion of the types of changes you neither benefited
- 5 the State of Nevada with what those changes were but
- 6 wanted them to under 10 CFR 2.323(b) to essentially
- 7 give you a blank check in an agreement and you've
- 8 given this Board nothing by way of a full corrected
- 9 privilege log attached to your motion so that we can
- 10 see the point of what you now wish to change which
- 11 might be indicative of whether or not the motion to
- 12 compel of the State of Nevada is valid.
- >> MS. BUPP: Well, Your Honor, I have to
- 14 apologize because we in good faith read the 5th Case
- 15 Management Order as requiring an affirmative
- 16 motion -- an affirmative ruling from the Board that
- 17 such corrections would be entertained before we could
- 18 file the corrections. That is why we did not file
- 19 the corrections with the motion.
- 20 >>JUDGE MOORE: So you read the 5th Case
- 21 Management Order to -- as being a blank check to
- 22 make any changes you want. You can't tell me what
- they are going to be but we are moving with good
- 24 cause because good cause is the standard for filing
- 25 this motion.

- 1 How can you ever establish good cause without pointing to each and every one of the changes 2 3 you wish to make and why you wish to make them? 4 >> MS. BUPP: It was actually challenging writing the motion for leave to suppress.. 5 Well, it should have been. 6 >>JUDGE MOORE: 7 Doesn't that suggest you might not have been reading the 5th Case Management Order correctly? 8 9 >> MS. BUPP: Well, I can see we were
- >> MS. BUPP: Well, I can see we were

 10 clearly reading it incorrectly.
- >>JUDGE MOORE: I frankly find also in challenge by the State of Nevada, asking for the changes and your not giving them to them.
- How does that comply with the language of 323 to make a sincere effort which I believe is the language of the regulation to resolve the conflict so you don't have to be standing here listening to me now?
- >> MS. BUPP: We did try consulting with
 them to explain the nature of the changes, to
 explain why we wish to make the changes. And it is
 not been the practice of all of the parties to these
 proceeding to always amend a -- to always append a
 draft of a motion to any request for consultation.

25

- 1 We have often, Nevada included, contacted
- 2 the parties --
- 3 >>JUDGE MOORE: Ms. Bupp, how many motions
- 4 have there been to correct privilege logs filed in
- 5 this case?
- 6 >> MS. BUPP: I don't believe there have
- 7 many, if any, Your Honor.
- 8 >>JUDGE MOORE: So there is not much of a
- 9 precedent to rely on for motions to correct privilege
- 10 logs in that regard. I'm troubled that your conduct
- 11 with regard to both this Board as well as the State
- 12 of Nevada by expecting a blank check on a motion,
- 13 that they would agree to it without them knowing what
- 14 they were agreeing to, and asking us to grant a
- 15 motion without knowing what on earth you -- what
- 16 changes you were seeking. The incredulity of that
- 17 really amazes me, frankly.
- Secondly, the point and I would emphasize
- 19 this to all parties, the process that was set up in
- those case management orders was so that you would
- 21 not be standing here today trying to defend the
- 22 indefensible. And I would hope you would take that
- to heart.
- Now, while we're on the subject of
- 25 privilege log, the Staff has been out of compliance

- 1 and it was not a system that was set up that was to
- 2 be policed by the Boards. It was only when someone
- 3 would bring it to our attention that we would do it.
- 4 But while we are on the subject, those case
- 5 management orders spell out that when you file a
- 6 privilege log, you file one with the EIE, secondly,
- 7 after having made arrangements with the LSNA
- 8 Administrator, the LSNA who is the administrator, as
- 9 to the form and context and all the fancy lingo that
- 10 goes with it, file a second data set with them.
- All the other parties have been doing that
- 12 and complying with that except the Staff of the
- 13 Nuclear Regulatory Commission. The LSNA has perhaps
- 14 because he's been in a Santa Clause mood has taken
- 15 his staff and his time and his budget to fix what the
- 16 Staff should have been doing correct. He is out of
- 17 the Santa Clause business.
- The Staff will pay heed or pay the
- 19 consequences.
- 20 >> MS. BUPP: Yes, Your Honor.
- >>JUDGE MOORE: Continue.
- >> MS. BUPP: With respect to the decision
- of the deliberative process that was involved in the
- 24 safety-related contentions, it is the Staff's
- 25 position that the deliberative privilege can be

- 1 asserted for a number of decisions that may or may
- 2 not relate to a regulatory decision, i.e., in this
- 3 case whether or not to bring a construction
- 4 authorization.
- 5 The decisions that are related to the
- 6 documents that were asserted in the July deliberative
- 7 process log, are all pre-license application
- 8 activities that did involve a staff decisionmaking.
- We believe that these documents ought to be protected
- under the deliberative process privilege both to
- protect the Staff's ability to continue to engage in
- frank open discussion as it reviews the LSN and as
- the entire agency continues to review other license
- 14 applications.
- And also that because there was such a long
- 16 prelicense application period in this case, there is
- 17 a greater risk than usual for there to be public
- 18 confusion if Staff documents that do not constitute a
- 19 final regulatory decision but may look like a final
- 20 regulatory decision are released publicly before any
- agency decision was made.
- So for those two reasons in particular, we
- 23 believe that the deliberative process priviliege was
- 24 correctly asserted with regard to these documents and
- ought to be protected.

- 1 >>JUDGE MOORE: Let's just state the first
- 2 document 280 in the LSN header number.
- $_3$ Your column number that corresponds to 9 which is 10
- in your column, the specific decision, partial
- 5 potential decision or decisionmaking process to which
- 6 the document relates. Now, that covers the
- 7 waterfront as you read and I believe correctly,
- deliberative process log, privilege log, that it does
- 9 not have to relate to a specific decision. That
- these elements make that clear.
- But your statement that is supposed to
- 12 establish a prima facia so that these matters aren't
- 13 before us, merely states that this document relates
- 14 to a discussion on technical information regarding
- 15 models. I work very hard trying to figure out how
- on earth that establishes a prima facia case, which
- 17 I might add is even defined for your in your revised
- 18 2nd Case Management in the definition section.
- And furthermore, it places their revised
- 20 2nd Case Management Order contrary to your brief or
- your motion places the burden on you to establish
- that prima facia case.
- 23 Can you help me in how this statement that this
- document relates to a discussion on technical
- information regarding models establishes a prima

- facia case for the proposition that the specific
- decision and potential decision or decisionmaking
- g process to which the document relates?
- 4 >> MS. BUPP: We would look at the headers
- 5 in their totality for this document. The subject
- 6 matter instruction for this document is that it was a
- 7 discussion regarding DOE's license application
- 8 description on models, the prelicense information
- 9 that DOE made available regarding the models they
- 10 had used in their TSPA code.
- 11 This is a document that if we were allowed,
- 12 perhaps we would correct entry number 10 to clarify
- 13 that it was models -- the TSPA models and the
- 14 Staff's determination with regard to its own TPA
- 15 based on our correspondence and consideration.
- >>JUDGE MOORE: Wasn't that as much of an
- 17 admission that currently, it is not and only as
- 18 clarified, it is?
- 19 >> MS. BUPP: We do believe if you look at
- 20 the totality of information rather than looking at
- 21 entry number 10 that it is clear that the staff was
- 22 engaged in pre-license application discussions of
- information that was available in the pre-license
- 24 application phase, and that therefore, the Staff was
- 25 undergoing some deliberation at the time.

- 1 But we would like to clarify that it did go to in
- this case an actual decision because we developed the
- 3 TPA and it did go to development of that TPA.
- 4 >>JUDGE MOORE: Thank you. Your time is
- 5 up. Rebuttal?
- 6 >>MR. FITZPATRICK: No rebuttal at this
- 7 time.
- 8 >>JUDGE MOORE: We will move right on then
- 9 to -- Judge Ryerson has a couple of points.
- 10 >>JUDGE RYERSON: Yes. One issue as we
- 11 were breaking for lunch is the interpretation of our
- 12 August 26th Order dealt with the DOE analysis, post
- 13 closure groundwater impact. We ruled in that Order
- on August 26th, new or amended contentions relating
- to the DOE analysis shall be deemed timely if filed
- 16 within 30 days after the NRC staff publicly announces
- or otherwise advises the party how it will proceed
- 18 with respect to the DOE analysis.
- And this morning, Ms. Bupp announced that
- 20 the NRC staff will have at the earliest, its own
- 21 supplementation decision no earlier than 2011. We
- 22 re-read the order, talked about it over lunch and
- it's the Board's view that that statement does not
- 24 constitute a public announcement or other advice as
- to how the staff is going to proceed with the DOE

- 1 anal ysi s.
- The point of the motion that we granted
- 3 with all parties except the staff agreed to, DOE
- 4 agreed to was simply to not require entire sets of
- 5 new contentions be filed immediately in response to
- 6 the DOE analysis that might or might not become part
- 7 of the ultimate supplemental supplement by the Staff.
- And I believe Ms. Bupp indicated there would be no
- 9 further pronouncements from the Staff on the point
- 10 until 2011.
- So it sounds like that will be the time
- 12 that new or amended contentions would be due.
- 13 Is that clear to everyone? Yes.
- 14 >>MR. FITZPATRICK: I would like to ask one
- 15 clarifying question. This morning when the
- 16 announcement was made by the Staff regarding -- the
- 17 suggestion was made that that was the announcement
- 18 which is this Order, 30 day filed contention.
- 19 Hopefully, that's been clarified as not applicable.
- >>JUDGE RYERSON: I thought that's what I
- 21 was just rejecting. In other words, that statement
- is not the sort of statement that we were
- 23 contemplating as trigger.
- 24 >>MR. FITZPATRICK: Is there a statement
- 25 that we can take home with respect to what is the

- 1 intent with respect to doing SCIS or submitting for
- public comment?
- 3 >>JUDGE RYERSON: Well, I think -- Ms.
- 4 Bupp, if I understood your statements this morning,
- 5 you basically said there would be no further action
- 6 of any kind by the Staff until 2011 at the earliest;
- 7 is that correct?
- 8 >> MS. BUPP: Yes. We intend to do the
- 9 supplemental that we requested DOE to do.
- 10 We will do everything that we requested of DOE.
- However, we're not going to be able to begin that in
- the coming fiscal year because we had not budgeted
- 13 for that activity.
- 14 >>JUDGE RYERSON: So would you agree under
- 15 the Board's clarification of the Board's Order, would
- 16 you agree Ms. Bupp, that the earliest that the
- 17 deadline for new contentions would be triggered would
- 18 be in 2011 at some point?
- 19 >> MS. BUPP: Yes, and they would be
- 20 triggered I presume by some sort of staff document or
- 21 rather draft supplemental.
- >>JUDGE RYERSON: Thank you. Does that
- 23 clarify?
- >>MR. FITZPATRICK: That's something
- 25 submitted for public comment?

- 1 >> MS. BUPP: We have not exactly clarified
- 2 how we are going to do that yet. But it will be a
- 3 supplemental EIS. In terms of -- we are not
- 4 intending to do scoping because we feel that the
- 5 scope of the supplement was pretty clearly laid out
- 6 in our document determination report. Could you give
- 7 me just a minute?
- 8 >>MS. CURRAN: Judge Ryerson, this is Diane
- 9 Curran. While Ms. Bupp is consulting, I can't hear
- 10 anything that Mr. Fitzpatrick was saying.
- 11 Can you use the mic Mr. Fitzpatrick? Could you put
- your face closer to the microphone --
- 13 >>MR. FITZPATRICK: I'm sorry Diane. I was
- pushing the on button but I had to push another
- 15 button called a push button. I missed it. I'm
- 16 sorry.
- 17 >>MS. CURRAN: I think I got from the
- 18 dialogue what's happening but thanks.
- 19 >> MS. BUPP: As I said, previously, we do
- 20 not intend to hold a new scoping for the supplemented
- 21 because we believe it's scoped in the ADR. But we
- intend to follow the NRC's policies in the
- regulations for supplementing an EIS.
- 24 >>JUDGE RYERSON: My suggestion to the
- 25 parties would be in 2011 if there is any doubt you

- 1 can either file contentions at that point or come
- 2 back, ask for clarifications whether the contentions
- 3 have been triggered. But for the moment, nothing
- 4 until at least, 2011. We're in agreement on that.
- 5 While we're on the subject of
- 6 clarification, Ms. Bupp, I wanted to clarify the
- 7 Staff's position as stated this morning. Your
- 8 position in your papers was I think two-fold. One,
- 9 initially your papers you urge a briefing of all
- 10 legal issue contentions at one time in conjunction
- 11 with essentially a stay of discovery until that
- 12 process was completed.
- And this morning, I heard you say that it
- 14 would make sense perhaps to begin with briefing the
- 15 legal issue contentions that are in some ways
- 16 associated with SER Volume, I and III what I will
- 17 call the phase one of this proceeding. But it wasn't
- 18 clear to me what your view was on discovery if the
- 19 briefing were so limited.
- 20 Or is it still the Staff's 6position that
- 21 discovery should not commence or not?
- >> MS. BUPP: It's still Staff's position
- as we stated in our papers that we would do briefing
- 24 on all legal contentions first and stay the
- 25 beginning of discovery, at least the start of

- 1 depositions until after the closing of all of the
- 2 briefing issues.
- 3 >>JUDGE RYERSON: Okay, and that would be
- 4 your position even with the more limited briefing of
- 5 only 11?
- 6 >> MS. BUPP: Yes.
- 7 >>JUDGE RYERSON: Eleven or 12 or whatever
- 8 it's associated with. But that's your position. And
- 9 there is no other party that is in favor of the stay
- 10 of discovery; is that correct? Anybody who is, put
- 11 your hand up. Thank you.
- >> MS. BUPP: If I could just add, we did
- 13 talk briefly with counsel for Nevada. We haven't
- 14 reached a clear conclusion but that the Staff would
- 15 be willing as long as the start of the actual
- 16 depositions were stayed until the end of the legal
- 17 briefing, for the other parties to go ahead and do
- 18 the exchange of the list of witnesses, start actually
- 19 noticing the depositions and the depositions would
- 20 not take place until after the end of all the legal
- 21 briefings. But because we already built in a 60 day
- 22 time period, if we didn't even start depositions
- 23 until after the end of the legal briefing, that would
- 24 be an additional 60 days.
- So we would be willing to let every one

- 1 start noticing contentions -- start noticing
- 2 depositions just as long as the depositions were not
- 3 actually held until after the close of the legal
- 4 briefing and maybe two weeks after the end of legal
- 5 briefing or some period of time.
- 6 >>JUDGE RYERSON: Okay, thank you.
- 7 >>JUDGE MOORE: We will turn now to the
- 8 number of issues that from the initial filings of the
- 9 parties in response to the first case management
- 10 Board's Order in which the contentions were grouped.
- Judge Wardwell, you had a number of questions.
- 12 I think they were aimed primarily at
- 13 Nevada and DOE.
- 14 >>MR. SCHMUTZ: Your Honor, you're talking
- 15 about the six questions? That's what we will be
- 16 discussing. For the record, Mr. Polansky is going to
- 17 handle those, any questions on those for DOE.
- 18 >>JUDGE WARDWELL: That is the plan, to go
- 19 through the six questions pretty much in order from
- 20 our July 21St '09 Order. The first one dealt with
- 21 asking parties to submit what they think the various
- 22 submitted contentions should be categorized in the
- 23 various SER volumes.
- 24 And I think before we get into that in too
- 25 much depth, I was curious about an aspect that

- 1 crossed my mind as I went through some of these
- 2 submittals. And I think I'll start with Staff, if I
- 3 might. Ms. Bupp, since we have been focusing most of
- 4 our afternoon with you, we will continue on. I was
- 5 curious if you could provide any insight on why you
- 6 are scheduling the issuance of Volume III ahead of
- 7 Volume II? And the reason I say that is, in my
- 8 simplistic mind, it seems to me that a person would
- 9 want to from a technical basis go through the design
- 10 and operational types of issues and pre-closure
- 11 issues associated with Volume II before addressing
- 12 post closure issues in Volume III.
- And that by necessity would have to do that
- 14 also. So I was curious about what was the motivation
- 15 for issuing Volume III ahead of Volume II and are
- 16 there any impracticalities of doing that?
- 17 >> MS. BUPP: First of all, let me caveat
- 18 these answers by saying that It was always the
- 19 Staff's intention to develop a single integrated SER.
- 20 Given the proper resources, we would continue to do
- 21 so because we think a single cohesive SER will
- 22 provide the greatest benefit to the Board, to the
- other parties, to the public. However, budget cuts
- 24 being what they are, we had to issue it serially.
- 25 And when we sat down and looked at all the volumes

- 1 and issues, we decided to go with Volumes I and III
- 2 first; volume I simply because of the general
- 3 information. It gives an overview of the project.
- 4 Volume III, we evaluated post-closure. It evaluates
- 5 the post-closure performance of the repository, and
- 6 post-closure performance is predicated on the
- 7 performance of both natural and engineering barriers.
- 8 If the performance of the natural barrier
- 9 system does not contribute to safety in the way that
- 10 DOE's analysis in the LA assumes, DOE must either
- 11 change its LA or licensing basis and Staff would have
- 12 to recommend against granting a construction
- 13 authorization or impose license conditions. And it
- 14 is a lot harder to change natural barriers than
- 15 engineered barriers.
- So we wanted to make sure that either the
- 17 LA could be changed if necessary or Staff could put
- 18 appropriate license conditions in place if necessary
- 19 sort of from the outside, because if that were not
- 20 possible, you can't change them out. If you can't
- 21 fix things, if the natural barriers aren't behaving
- in the way they are predicted to, if you can't put an
- 23 engineer barrier to fix that, then, you know, you are
- 24 kind of stuck.
- 25 So we wanted to do Volume III first.

- 1 JUDGE WARDWELL: Does that -- by doing so,
- 2 are there any constraints in regards to your
- 3 evaluation of Volume III by not assessing the design
- 4 and construction of the engineered barrier systems,
- 5 though?
- 6 >> MS. BUPP: We are considering
- 7 engineer barrier system. We are considering both the
- 8 natural and the engineer barriers as part of Volume
- 9 III. Any changes to the engineered barrier systems
- 10 as a result of our analysis to Volume III would
- 11 actually impact Volume II to a great deal and also
- 12 Volume IV because we would have to make any changes
- 13 to the design and create closure operations that
- 14 would affect that.
- 15 Also, to the extent that if we were
- 16 developing a fully integrated SER that was going to
- 17 be published all at once, there will be many places
- 18 and different volumes that would refer back and forth
- 19 to other volumes. If that's the case, we would need
- 20 to refer to another volume. We are not referring to
- 21 that other volume but do the analysis as part of
- 22 Volume III. So that Volume III will have all the
- information you need to analyze Volume III.
- JUDGE WARDWELL: But I assume, you're not
- changing the engineered barrier systems. You're

- 1 taking what was presented in the application as the
- 2 design of those systems and those will be designed
- 3 and constructed in the pre-closure period. And
- 4 how -- are you saying that you in fact are
- 5 considering the effectiveness of that design as you
- 6 evaluate Volume III, or are you taking it as a given,
- 7 or what constraints are there associated with the
- 8 considerations associated with those design and
- 9 construction aspects that take place in the
- 10 pre-closure period?
- >> MS. BUPP: We are considering how the
- 12 design and the construction aspects in the
- 13 pre-closure period, what affects long term
- 14 post-closure performance.
- 16 Volume II then?
- 17 >> MS. BUPP: All the grower is obviously
- 18 that's actually left over, that takes place outside
- 19 pre-closure. All of the the grower operations are
- 20 included in that and so that's all part of Volume II.
- JUDGE WARDWELL: Thank you. Mr. Malsch, no
- 22 fair switching seats on me. It didn't say so here.
- 23 This is supposed to change automatically, my little
- 24 cheat sheet here. Fortunately, I recognize you
- though.

- 1 Do you see any constraints with doing
- 2 Volume III before Volume II, or do you feel
- 3 comfortable that those aspects of the design will be
- 4 evaluated as part of Volume III as I interpreted what
- 5 I just heard?
- 6 >>MR. MALSCH: This is Marty Malsch from
- 7 Nevada. It's of some considerable concern to us
- 8 because as you look at our contentions, particularly
- 9 those in which we didn't disagree as to whether
- 10 they are Volume II or Volume III related, they deal
- 11 with design engineered systems. And if -- which
- would be engineered, designed and installed in the
- 13 pre-closure period. And we are really concerned that
- 14 if they are not addressed as a part of Volume III,
- 15 then Staff will in effect have prejudged a whole
- 16 collection of contentions, and ignored a whole area
- 17 that really ought to be part of post-closure.
- So I'm heartened to hear what the Staff
- 19 says. I just wonder how thrill it's going to be. It
- 20 is a concern that you have, that there is this
- 21 overlap between Volume II and Volume III.
- 22 And I guess if the staff is diligent in
- 23 addresses every aspect of what they would call
- 24 pre-closure that affect post-closure in Volume III,
- 25 I think that's terrific. I just hope that's the

- 1 case.
- 2 MS. BUPP: Your Honor, if I could just
- 3 respond briefly. We will do our best to be diligent
- 4 in analyzing everything in Volume III that we need to
- 5 support the conclusion of Volume III. However,
- 6 because there is some overlap between Volume II and
- 7 Volume III, as the parties were discussing at the
- 8 grouping of the contentions, it's been the Staff's
- 9 proposal that we err on the side of caution and every
- 10 contention that is related to Volume III and Volume
- 11 II, that we delay at least the hearings on that
- 12 contention until Volume II has been published just to
- 13 make sure.
- 14 JUDGE WARDWELL: And what is your reaction
- 15 to that Mr. Malsch, that suggestion or maybe that's
- 16 already been adopted by all parties? That's the
- 17 first that I heard of it, because I had that down as
- one of my questions.
- 19 >>MR. MALSCH: Excuse me just a minute.
- 20 I think our position was that we should go forward
- 21 with all those TSPA special and Volume III
- contentions.
- 23 If it turns out despite everyone's best
- 24 intentions that there is some aspect of those that
- 25 would not be addressed until SER, Volume II, there is

- 1 no reason we can't do discovery now as we had
- 2 proposed with respect to those contentions. It's
- 3 just that we couldn't complete discovery on those
- 4 until the Staff's SER was out, SER Volume I and II
- 5 and we couldn't go to hearing with those until SER
- 6 Volume II is out.
- But there's no reason we can't begin
- 8 discovery on those and hopefully, there won't be this
- 9 glitch if the staff is very thorough about including
- 10 everything in the pleading, they should.
- 11 JUDGE WARDWELL: Back to you, Ms. Bupp. I
- 12 know you don't agree with this proposed schedule for
- 13 discovery, that you would rather brief legal issues.
- 14 But under the possibility that we move forward with
- 15 some form of discovery, do you see any reason why the
- 16 discovery associated with all the contentions that
- 17 have some aspect of post-closure could not move
- 18 forward bearing in mind that they may have to be
- 19 supplemented later on depending upon what actually is
- 20 in the thoroughness of that analysis in the SER
- 21 Volume III when it's issued.
- MS. BUPP: Your Honor, I'm sorry I wasn't
- 23 clear earlier. That was my intention. My suggestion
- 24 either way that we delay the hearing for those
- 25 contentions.

- 1 JUDGE WARDWELL: Thank you.
- 2 DOE, Mr. Polansky, would you like to comment?
- 3 I don't want to start through all my questions again,
- 4 see if you got any comments?
- 5 >>MR. POLANSKY: No, I think we are in
- 6 general agreement with Nevada and Staff on this. And
- 7 discovery can proceed. The number of contentions
- 8 that are -- shall I say cross pollinated between SER
- 9 volumes is small and the parties will realize in
- 10 discovery whether SER Volume II issues are coming up
- 11 and the parties can agree that those are the
- 12 contentions that need to be put on hearing but
- 13 certainly no reason to move forward on discovery on
- 14 those.
- 15 JUDGE WARDWELL: Would you agree that in a
- 16 perfect world if this were issued as a complete SER I
- 17 think like we all desire, we wish it would have been
- 18 but it isn't but if it was, would you agree that
- 19 would make sense to start with Volume 1? But after
- 20 that, you would go to Volume II in the hearing
- 21 process or as far as discovery, make logical sense to
- go to Volume II and then, to Volume III rather than
- 23 vice versa, in that order?
- >>MR. POLANSKY: Yes, Your Honor, we would
- 25 agree with that. And frankly, that is the reason why

- 1 we have been so confident that we need these 20 plus
- 2 contentions associated with SER Volume II because we
- 3 intend or expect that we will be raising essentially
- 4 pre-closure defenses for these contentions such that
- 5 if the pre-closure aspect were ruled in DOE's favor,
- 6 we would never to get to the post-closure aspect.
- 7 For example, all the retrieval contentions,
- 8 and whether or not DOE can retrieve waste. Well,
- 9 that is a predicate to whether the waste would end up
- 10 being placed in some configuration in Nevada that we
- 11 have not analyzed. But if DOE prevails on those
- 12 contentions on retrieval, then, there would be no
- 13 need for the Board to look at the post-closure aspect
- 14 of those contentions.
- JUDGE WARDWELL: Mr. Malsch, in this perfect
- 16 world, would you agree that the Order would be in
- 17 this sequential order of the number designations
- 18 rather than addressing anything with post-closure?
- 19 think I heard you say that. I just wanted to make
- 20 sure that I haven't heard wrong.
- 21 Mr. MALSCH: Yes, we agree in a perfect
- 22 world, that would be-that would be preferred. I
- 23 think the way it would work, let me just point out
- 24 that the parties 'apparent agreement to proceed with
- early discovery on post-closure contentions, Volume

- 1 III contentions, largely aviates a dispute between us
- 2 and DOE as to whether certain contentions are Volume
- 3 II or other volume, Volume III because if we go
- 4 forward with all of those that we say are Volume III
- 5 with early discovery, the only possibly glitch would
- 6 then be if some of them turned out to have because
- 7 of DOE's defense, a Volume II aspect. We may not
- 8 then simply be able to close discovery against Staff
- 9 and go to hearing. But there is no reason we can't
- 10 commence discovery between ourselves and DOE.
- 11 JUDGE WARDWELL: Mr. Polansky, do you have
- 12 a problem with proceeding with discovery on all
- 13 those that border between or have some aspect with
- 14 Volume II and Volume III and then to go forward with
- 15 it under Volume III recognizing issues like you
- 16 brought up may arise such that it is better to wait
- 17 until Volume II is out for the hearing?
- 18 >>MR. POLANSKY: We have no concerns
- 19 proceeding that way. We did have conversation with
- 20 counsel for Nevada this morning and agreed that as
- 21 long as we would not be barred from raising
- 22 post-closure defense as Mr. Malsch described, it
- 23 could postpone the close of discovery on those small
- 24 set of contentions. We would be amenable to
- starting discovery on those contentions.

- 1 >>JUDGE MOORE: Mr. Malsch, help me
- 2 understand something here. You're making the
- 3 distinction with going forward on discovery and after
- 4 discovery, it will be known whether or not they are
- 5 properly categorized as to Volume II as opposed to
- 6 111?
- 7 Or are you saying that discovery and
- 8 hearing?
- 9 >>MR. MALSCH: Judge Moore, our position is
- 10 that all of the contentions that we think are Volume
- 11 III contentions are properly Volume III contentions
- 12 and there is no change in our position in that
- 13 respect.
- 14 The nuance is that DOE has refined its
- 15 position. I don't think DOE is necessarily claiming
- that in the overall scheme of things in Volume III,
- 17 the contentions in dispute must be Volume II as
- 18 opposed to Volume III. They just want to reserve the
- 19 right to raise a Volume II type defense, in what we
- 20 would say is a post-closure Volume III contention.
- 21 I think we worked out how that would happen. I think
- 22 that eliminates the need for any kind of a fine and
- 23 elaborate argument over which of these contentions
- 24 properly belong in Volume II or Volume III.
- We would proceed as if they were Volume

- 1 III. If there is a Volume II defense, we would
- 2 simply recognize that you couldn't complete
- 3 discovery on them and we may have to delay the
- 4 hearings on them.
- 5 >>JUDGE MOORE: Okay, if you can't complete
- 6 discovery, you can't go to hearing which then
- 7 eliminates my concern because what I saw Turking here
- 8 was a nightmare of motions to reopen.
- And would the reopening motion requirements
- 10 apply? But that would be obviated by the way you are
- 11 going to deal with this.
- >>MR. MALSCH: That's our hope. We agree
- 13 with you that the constant diversions of motions
- 14 reopened would be kind of a nightmare. I'm hopeful
- 15 further that if the Staff is as inclusive in its
- 16 Volume III as they say they are, many of what DOE now
- 17 thinks would be Volume II defenses would be addressed
- 18 in fact in Volume III SER and the issue will go away.
- 19 But we will have to see.
- >>JUDGE MOORE: Mr. Polansky, Did I raise
- 21 any problems for you? My concern was with your
- 22 motions to reopen if it went to hearing would be a
- 23 nightmare in such a situation.
- >>MR. POLANSKY: I think in this case, the
- 25 DOE and Nevada would save you from that nightmare.

- 1 >>JUDGE WARDWELL: And we thank you for
- 2 saving us from any and all nightmares that we have.
- 3 >>MR. POLANSKY: If I might, Your Honor,
- 4 there are a subset of these contentions that DOE
- 5 believes should be properly within SER Volume IV and
- 6 on Nevada suggested as SER Volume III. We would
- 7 treat those contentions in exactly the same way we
- 8 just described but we would proceed on discovery of
- 9 those as if they were SER Volume III under the
- 10 schedule we have all been discussing today.. And
- 11 again, we would make a determination somewhere down
- 12 the road whether SER Volume IV truly needed to be
- 13 invoked for those contentions.
- 14 >>JUDGE WARDWELL: And hearing both of
- 15 that, I was prepared to go through talking a little
- 16 bit more details of individual groupings of
- 17 contentions -- I'll start getting confused if I use
- 18 that phrase a lot. But I was going to go through
- 19 your spreadsheets in a little more detail to resolve
- some differences between the two parties in regards
- 21 to II and III and IV.
- I think it still may be useful to do that.
- 23 But let me just fix the point here; That if I hear
- you correctly, Mr. Polansky, that you would have no
- $_{25}$ problem with leaving all of them in III for sake of

- discovery at this point in time; is that correct?
- >>MR. POLANSKY: Correct. And hopefully,
- 3 we may get through the hearing today and avoid going
- 4 through each of these serially but we can certainly
- 5 do that if you would like, Your Honor.
- 6 JUDGE WARDWELL: I'm weighing whether I
- 7 should take it -- it would be probably about a half
- 8 hour to go through the details of these just to
- 9 discuss, to get a little discussion on the individual
- 10 ones that were of interest. But I'm not sure it
- 11 really matters, whether -- the two parties that are
- 12 involved with this is mostly DOE and Nevada's
- 13 differences dealing with II and III and IV.
- Do you think it might be useful?
- 15 I'm hesitate now that I got you here to let you go
- and not at least get some feedback on this in case,
- once we get running in this order, we need this
- 18 information or not.
- 19 >>MR. MALSCH: This is Marty Malsch for
- 20 Nevada. I think at this point, it isn't necessary.
- 21 I think the issue is effectively mooted for the time
- being and for the proceeding future.
- >>MR. POLANSKY: This is Mr. Polansky. And
- 24 I would urge that whatever you do with this issue,
- 25 that it be broad and not necessarily ruled to these

- 1 particular contentions at issue.
- The other parties have identified one
- 3 contention here, one contention there that they think
- 4 ought to be put in both. The NRC staff suggest that
- 5 they are a whole host maybe in both. And so, I think
- 6 we ought to just move forward with them as is and the
- 7 parties can discuss professionally, as discovery
- 8 proceeds whether they truly do have aspects of
- 9 pre-closure or problematic aspects. Thank you.
- 10 JUDGE WARDWELL: Thank you.
- 11 I think that's just what we will do, move forward to
- Question 2 which dealt with legal issues and really
- $_{13}$ was addressed by your Spreadsheet 2. I'm not sure
- some of the things we've talked about here won't
- preempt some of this but let's move forward with it.
- 16 I'll start with Mr. Malsch from Nevada:
- 17 You labeled several of your contentions as legal
- 18 contentions. And reading those, there didn't appear
- 19 to be any factual issue associated with those.
- 20 It seemed to be strictly a legal question.
- 21 Was that your intent when you labeled them
- 22 such as that?
- >>MR. MALSCH: Yes, when we legally drafted
- our contention, that was our concept.
- JUDGE WARDWELL: Having said that, are

- 1 there any other contentions or do you disagree with
- 2 the rest of the contentions that are -- strike that.
- 3 Back up a bit. Spreadsheet 2 contains a list of
- 4 DOE's supposedly, mutual agreement to some degree of
- 5 legal contentions that include more of your
- 6 contentions, more of Nevada's contentions than those
- 7 that are listed as legal contentions.
- 8 Do you disagree that any of those that are
- 9 listed on Spreadsheet 2 have at least some legal
- 10 issue associated with the factual issue of those that
- 11 you're haven't listed as a designated legal
- 12 contention already?
- 13 >>MR. MALSCH: When we drafted our
- 14 contentions, we were thinking affirmatively of a
- 15 legal argument that would dispose of the application.
- As the answers came in, you would see defenses raised
- in the nature of legal defenses.
- 18 I suppose that's what the Board -- I
- 19 believe that's what the Board probably had in mind in
- 20 categorizing a bunch of contentions as legal
- 21 contentions that we hadn't labeled as such.
- Now, our thought was that was the exclusive list,
- that was all the contentions the Board thought, were
- 24 legal contentions.
- DOE has since then, added some additional

- 1 ones which it thinks also raise legal issues. Our
- 2 principle concern along those lines was that for
- 3 purposes of this hearing today, we just weren't
- 4 prepared to address those but I think it would
- 5 recognize that along the road, it is certainly
- 6 possible for DOE to raise legal defenses to some of
- 7 our contentions which made those contentions at least
- 8 in part, a legal issue contention even though it was
- 9 not solicited by the -- solicited by the Board.
- 10 I think our intention would be to get
- 11 together and compile a list of SER Volume III related
- 12 legal contentions and hit those off the bat with the
- 13 idea of resolving just that collection before
- 14 priority next year.
- >>JUDGE WARDWELL: The ones I have listed
- 16 here that you didn't comment on were Nevada Safety
- 17 172, 193, and 196, Nevada Miscellaneous 4 and Nevada
- 18 Miscellaneous 5. These were ones that were not
- 19 labeled by you as legal issues, and yet, the
- 20 descriptions seem to imply some legal questions and
- 21 DOE has listed them as that.
- Are you saying that you're not prepared to
- agree or disagree on whether or not that is an
- 24 appropriate designation as having some sort of legal
- issue but will leave it for the time being and

- 1 address it as we move forward with consideration of
- 2 that as a legal issue associated with it?
- 3 >>MR. MALSCH: That was our intention
- 4 although with respect to legal issues associated with
- 5 SER Volume III, we've discussed it with DOE and we
- 6 plan to get together tomorrow, possibly, and work out
- 7 an agreement as to what that list is scheduled for
- 8 briefing and specification for legal issues
- 9 concerned.
- So hopefully, that will resolve that issue
- 11 for the near term leaving other legal issues
- 12 associated with other SER volumes off into the
- 13 future. So I'm hoping we can reach agreement on what
- 14 legal issues need to be resolved early on to proceed
- 15 with discovery as we had proposed it.
- >>JUDGE WARDWELL: I guess my next two,
- 17 you -- DOE stated that -- sure
- 18 >>JUDGE MOORE: Mr. Malsch, when you are
- 19 speaking of a schedule for briefing legal issues, and
- 20 especially the ones DOE has added to the list, you
- 21 and the Board designated either with the party's
- 22 designation or its own designation, legal issues. We
- 23 saw those as issues that could stand or fall on the
- 24 facts as stated in that contention, not as requiring
- 25 any of the accouterments for motions for summary

- 1 di sposi ti on.
- 2 Is that what you had in mind or are you
- 3 talking about motions for summary disposition?
- 4 >>MR. MALSCH: No, we have in mind, pure
- 5 legal briefing of legal issues not akin to summary
- 6 disposition --
- 7 >>JUDGE MOORE: Mr. Polansky, is that your
- 8 view also?
- 9 >>MR. POLANSKY: Yes, we agree.
- 10 >>JUDGE MOORE: And while we're on the
- 11 subject, does anyone else have a contrary view to
- 12 that expressed with DOE and Nevada?
- >>JUDGE WARDWELL: Mr. Malsch, DOE stated
- 14 that you disagree with Safety 199 and 200, but those
- 15 are Volume IV issues so I assume we can table any
- 16 discussion of that. But I would be curious if you
- 17 would elaborate a little more on Safety 161 that you
- 18 mentioned this morning as one that you had some
- 19 comments on in regards to the legal issue raised by
- that.
- Could you elaborate more on that, what your
- 22 position is on that particular contention, if you
- 23 can?
- >>MR. MALSCH: If I remember correctly, 161
- is the contention that deals with the drip shields

- 1 and multiple barriers.
- 3 Shields" is what's the title of it.
- 4 >>MR. MALSCH: Correct. To the extent
- 5 legal issues about that contention could be raised
- 6 and briefed, especially before the Commission itself,
- 7 the Commission itself made its decision, basically
- 8 deferring on the issue because it said the
- 9 developments were more complete to the adjudicatory
- 10 record.
- 11 That can't mean more complete legal
- 12 briefing because the matter has been completely
- 13 briefed, all the legal issues were thoroughly vetted
- 14 before the Commission.
- So we think it follows what the Commission
- 16 had in mind was a more complete factual record, in
- 17 particular, the role of the drip shield in the TSPA
- 18 before that issue could actually be intelligently
- 19 briefed and argued.
- So that's one we actually don't think we
- 21 could settle on the basis of just pure briefing as a
- 22 part of because of the volume for legal issues. We
- 23 suspect that's going to have to be put off until
- 24 perhaps the post findings, perhaps a little bit
- 25 earlier but certainly not before there is more of a

- 1 development in the factual record on the role of drip
- 2 shi el ds.
- 3 >>JUDGE WARDWELL: Mr. Polansky, what is
- 4 your position on this?
- 5 >>MR. POLANSKY: We disagree on that
- 6 interpretation of the Commission's decision and
- 7 CLI-0914. The page that Nevada is citing which is
- 8 Page 28, does end from a sentence saying, "from the
- 9 development of of a more complete adjudicatory
- 10 record." That's what they are citing from but that's
- 11 primarily a discussion of NEI Safety 6. Although it
- 12 does mention Nevada Safety 161.
- The full discussion of Nevada 161 is found
- on page 37 to 39. And it concludes with the
- 15 statement that says, "As is the case for many of the
- 16 appealed legal issue contentions, we recognize that
- 17 perhaps because of tight deadlines, the Boards did
- 18 not provide a full legal analysis of each and every
- 19 contention raised in this extraordinary complex
- 20 proceeding. We affirm we have a disability ruling on
- 21 the drip shield issue, so that the parties may have
- 22 an opportunity to develop their positions on these
- 23 disputed issues in briefing and arguments before the
- 24 Boards. And the Boards will have the opportunity to
- 25 make a reasoned decision."

- 1 So we interpret any briefing argument
- 2 before the Boards to have been a reference and I
- 3 guess I disagree with Mr. Malsch's characterization
- 4 that they were fully briefed because as you know,
- 5 DOE did not file any briefs on this and the standard
- 6 that the Commission would have used in reviewing
- 7 these decisions may not have been the same as the
- 8 Boards would have used.
- 9 >>JUDGE MOORE: Mr. Malsch, how do you
- 10 respond to Mr. Polansky's arguments?
- >>MR. POLANSKY: Well, we think the
- 12 Commission's discussion opinion about the need for a
- 13 full record fully applies to this contention. The
- 14 difficulty we have here is that if attorneys brief
- 15 the issues now, we would need to make assumptions
- 16 about the role of the drip shield and DOE's TSPA and
- 17 its relation to the other barriers.
- And I suppose we could develop some sort of
- 19 complicated stipulation as a set of facts but until
- 20 the record has been more fully developed, there is no
- 21 assurance that that set of facts coming from a legal
- 22 briefing would turn out to be correct.
- >>JUDGE WARDWELL: But as I hear your
- 24 comment now, it's more of a practicality of
- 25 addressing some of the legal issues that might be

- 1 resolved with 161 or rather the fact that it has been
- 2 fully briefed. Did I hear you correctly in your
- 3 last statement? Did I interpret it correctly?
- 4 >>MR. MALSCH: Yes, this is Marty Malsch
- 5 from Nevada. I think that's what the Commission had
- 6 in mind. The legal issue, the abstract about undue
- 7 reliance in any one barrier has been fully briefed
- 8 and argued. But the question is what exactly
- 9 does that -- what would the conclusion based upon
- 10 just those legal arguments and decisions mean in
- 11 reality to DOE's TSPA and drip shields?
- 12 And I think I came away from the
- 13 Commission's decision, with the idea that the
- 14 Commission recognized that maybe they could opine in
- 15 some abstract theoretical basis for what the standard
- 16 should be for undue reliance in any one barrier. But
- 17 they didn't feel that that was necessary or even
- 18 appropriate until they knew exactly what the role was
- of the drip shield following discovery if not a
- 20 hearing, on drip shield questions.
- 21 So I think we can -- if we were to now
- 22 brief and argue an issue, end up with pretty much the
- same briefs and same argument the Commission had.
- The most we would expect would be some decision
- perhaps that said, there are going to be no undue

- reliance on any one barrier, but then, it wouldn't be
- 2 exactly clear perhaps what that meant for DOE's TSPA
- 3 unless we had some stipulations as to what the role
- 4 was of the drip shield and TSPA.
- I mean, just hypothetically, if DOE were to
- 6 concede that the application fails and they cannot
- 7 comply with the EPA standards without a drip shield,
- 8 then, the issue could be briefed but I'm not sure
- 9 they are willing to make that concession.
- 11 Polansky, and then I'll get to Ms. Bupp for any
- 12 comments she might have on this one or any of the
- other ones we talked about so far. One last followup,
- 14 on Rule 161. Are you wedded to addressing the legal
- 15 issues at this time necessarily? And certainly I
- 16 think tomorrow you will have opportunities to work
- 17 with the parties to develop that schedule and talk a
- 19 legal issues that you think are there in 161 in the
- immediate future, i., e fiscal year 2010?
- >>MR. POLANSKY: This is Mr. Polansky. In
- 22 direct answer to your question, no, there is no
- 23 immediate need to address that issue. Merely
- 24 responding to the suggestion that briefing all of
- Volume I and II at the same time this was in SER

- 1 Volume III and we should move forward.
- 2 Tomorrow during our discussions or later
- 3 on, DOE and Nevada decide this is not something we
- 4 should come to the Board, would respond favorably to
- 5 the parties or postpone reasonable issues.
- 6 >>JUDGE WARDWELL: Thank you.
- 7 >> MS. BUPP: Briefly, with respect to
- 8 Nevada Safety 161: The Staff concurs with counsel
- 9 for DOE's reading of the Commission Order which would
- 10 argue for legal briefing before we had discovery for
- 11 that contention in particular. With respect to the
- 12 question I think you just asked DOE as to whether we
- 13 should brief all legal issues at once; the Staff
- 14 believes we should brief all the legal contentions
- 15 first before beginning discovery although some of
- 16 them there are related to SER and we just had a
- 17 discussion a few minutes ago about what's in Volume
- 18 III and what's in Volume II. And as much as the
- 19 Staff would endeavor to create separate distinct
- 20 volumes and volumes that can stand alone, there is
- 21 some bleed over amongst the volumes.
- We may have to delay hearings to make sure
- the later volumes come out, and to the extent we can
- 24 do legal briefing first at the outset before we start
- 25 any discovery on anything, the result of that legal

- 1 briefing may help to inform discovery, narrow the
- 2 scope of the discovery, make sure the discovery
- 3 overall and the hearings overall are more efficient
- 4 and focused at the outset. So we would argue for
- 5 doing all those briefings at the outset.
- 6 >>JUDGE WARDWELL: Judge Wardwell: Thank
- 7 you.
- 8 >>JUDGE MOORE: Ms. Bupp, you've stated
- 9 the Staff's position and I believe what you just
- 10 stated was that the closest you have come to the
- 11 reason for the Staff position.
- Would you be so kind as to enlighten me as
- 13 to why the Staff wants to go ahead and have Legal
- 14 issues briefed on volumes -- legal issues associated
- 15 with Volumes in the SER when the Staff does not have
- 16 any handle at this time as to when those volumes of
- 17 the SER are going to be undertaken and then,
- 18 promul gated?
- 19 >> MS. BUPP: I think Your Honor as I just
- 20 stated although we will endeavor when we publish each
- 21 serial volume of the SER to make sure that each
- 22 volume in the SER is a stand alone document. There
- is bleed over amongst them.
- So it seems that the outcome of this
- 25 meeting that if we set aside some time to brief all

- 1 the legal issues, we would then have at least those
- 2 legal issues determined and we can then focus on
- 3 discovery and make sure that we knew exactly what
- 4 questions were being addressed during discovery and
- 5 hearings that would lead to a more focused proceeding
- 6 overall.
- 8 but what does that have to do with legal issues that
- 9 have nothing to do with Volumes III and 1 of the SER?
- 10 If those legal issues don't pertain to those issues,
- 11 that is, Volume I and III, what's the relevance of
- 12 them for doing them now? To me, it seems because of
- 13 the total uncertainty downstream, that very frankly,
- 14 that's a subterfuge for something else. What is the
- 15 something else?
- >> MS. BUPP: As we stated in our comment
- 17 that we filed last week on Nevada's response to your
- 18 questions, if we have a schedule that requires us to
- 19 start discovery immediately, it may -- the Staff may
- 20 have difficulty completing Volumes I and III of SER
- on the schedule that we made up previously.
- >>JUDGE MOORE: Why?
- >> MS. BUPP: Because even though the Staff
- 24 at this point and time, intends to notice few, very
- 25 few if any depositions where we would be the main

- 1 party deposing a witness from DOE or from the State
- of Nevada, we do intend to participate in those
- 3 depositions to the extent that all the parties agreed
- 4 in our previous June joint schedule, that other
- 5 parties could participate in the depositions. They
- 6 could attend depositions, they could ask questions at
- 7 the close of the depositions.
- 8 I think we reserved two hours at the close
- 9 of every deposition for parties other than the party
- 10 that noticed the deposition, to ask questions.
- 11 And if the Staff were participating in
- 12 discovery on Volume III, we would use the same staff
- 13 experts to support our participation in discovery
- 14 that we are using to write the SER. And we can't be
- in two places at once, and it would severely limit
- our ability to complete the SER on time.
- 17 And so we thought that as we said, if we do
- 18 the legal briefings, first, it would allow the Staff
- 19 to participate more fully in discovery and complete
- 20 the SER at least, Volumes I and III on the schedule
- 21 we've already given, and it has the added benefit of
- 22 clarifying issues for the other parties. That's what
- 23 we stated last week and that remains the Staff
- 24 position.
- >>JUDGE MOORE: On resources?

1 >> MS. BUPP: Yes. 2 >>JUDGE MOORE: Your argument strikes me as 3 robbing Peter to pay Paul. You still got to pay. If that's the case, how does it delay the SER? If 4 all of the legal issues are briefed and decided by 5 December, how on earth does that allow you to meet 6 the schedule as opposed to if we're only dealing with 7 those that deal with Volume SER III and I, which 8 presumably are the issues on which your experts are 9 working on the SER? 10 11 >> MS. BUPP: Well, although the parties 12 have not agreed to the schedule yet, just by way of 13 example, DOE's proposed scheduled sent to all the parties, on that legal proposed schedule, we would 14 be doing legal briefings until February -- through 15 16 February of next calendar year, 2010. Briefing on the legal issues because they are legal 17 issues, they do not have a strong technical component 18 and so it would keep all counsel occupied during the 19 briefings but would require much less effort on the 20 part of Staff than participation of discovery would. 21 Does that answer your question? 22 >>JUDGE MOORE: I really don't understand 23 24 how working on issues that have nothing to do with what your lawyer and technical people are going to be 25

- 1 tied up on can impact the schedule on Volumes I and
- 2 111.
- 3 >> MS. BUPP: It's because if we don't do
- 4 the legal briefing for all of the contentions, all
- 5 the legal contentions, even the ones that are
- 6 related to Volumes II, IV and V now, we would have
- 7 to start discovery on Volumes, I and III earlier.
- 8 It is doing discovery simultaneously while
- 9 the Staff is trying to finish the SER that is causing
- 10 the staff problems. It has nothing to do with
- 11 briefing legal issues. Briefing the legal issues is
- 12 a legal activity that would require the attorneys to
- work very hard to be able to support both reviewing
- 14 the SER and briefing the legal issues, but would not
- 15 require the technical staff to do as much work as
- 16 would be required for the technical staff to help
- 17 support depositions. Because by their very nature,
- 18 the legal contention part are legal issues, not
- 19 technical issues requiring technical expertise?
- >>JUDGE RYERSON: Your point, Ms. Bupp as I
- 21 understand it, the longer the discovery can be
- 22 deferred, the longer period that your technical
- people are not distracted by discovery and they can
- 24 work on the SER volumes.
- >> MS. BUPP: Exactly.

- 1 >>JUDGE RYERSON: So from your standpoint,
- 2 the legal briefing is kind of a mis-direction. From
- 3 the point that you're talking about only relates to
- 4 keeping your technical people free to work on the SER
- 5 volumes?
- 6 >> MS. BUPP: The Staff suggested doing the
- 7 legal briefing first so that everybody wouldn't be
- 8 sitting on their hands while they are waiting for the
- 9 Staff to get a little bit further in writing the SER,
- 10 but it is something that could be of benefit to all
- 11 the parties that we can do in the meantime.
- 12 >>JUDGE RYERSON: But to the extent that
- 13 the consensus of the parties seems to be that it
- 14 would be useful to begin with discovery, that's
- 15 simply is inconsistent with your view?
- >> MS. BUPP: Because Staff would like to
- 17 at least, participate in discovery because through
- 18 discovery, we could gain insights that could be
- 19 useful in writing the SER. And so it's not like we
- 20 could just set out and let them all go on and have
- their discussions.
- We do need to put some resources into at
- 23 least, reading the transcripts and depositions, if
- 24 not attending depositions and asking questions
- 25 because while we can ask RAIs to DOE, to the extent

- 1 that the other parties have raised issues that we're
- 2 also trying to address in the SER, we can't really
- 3 ask them questions about the technical bases for
- 4 those issues. And we would like to have the benefit
- of that, while we are writing SERs so that we can
- 6 come up with the best document possible.
- 7 But we can't have experts attending
- 8 depositions or even reading transcripts from
- 9 depositions while they are supposed to be writing
- 10 SERs. There just aren't enough resources to go
- 11 around and we don't have the fiscal year, 2010
- 12 budget. Based on what we're seeing coming from
- 13 Capitol Hill, the proposed budgets, it's just not
- 14 going to be feasible.
- >>JUDGE MOORE: Can you tell us that if we
- 16 move forward in the context of what all the other
- 17 parties wish to do, how much delay in you issuing
- 18 Volume 1 and Volume III of the SER will be -- entail?
- 19 >> MS. BUPP: It really depends on what our
- 20 budget is for fiscal year, 2010 and also whether
- 21 there is a continuing resolution.
- >>JUDGE MOORE: What was the last part of
- 23 that?
- >> MS. BUPP: The 2010 appropriation and
- 25 also whether there is a continuing resolution, if

- 1 the budget appropriation is not issued by October
- 2 1s^t.
- 3 >>MR. POLANSKY: Your Honors, if I may.
- 4 One way to alleviate the Staff's concern is maybe
- 5 have the parties get together with NRC staff and
- 6 within SER Volume III, if the Staff has for example,
- 7 if they have completed the igneous section of the
- 8 SER, then, perhaps that is something that we from a
- 9 subject matter could proceed on first and therefore,
- 10 not affect the Staff resources from a technical
- 11 perspective.
- 12 And we can work in series that way.
- 13 I don't know if we can promise to do that but we can
- certainly work together to try to alleviate that
- 15 concern.
- 16 >>JUDGE MOORE: Ms. Bupp, are you in a
- position to be able to tell us whether there are any
- 18 portions, especially with relation to Volume III, of
- 19 the SER, that you might conclude are completed or
- 20 nearly so or give us a percentage figure of the 1,000
- 21 issues that are involved in Volume III, how many
- 22 have been completed? Or how many that relate to
- 23 contentions here with relation to Volume III have
- 24 been completed?
- >> MS. BUPP: I would have to consult with

- 1 the technical side but the appropriate people to
- 2 consult with are here.
- 3 >>JUDGE MOORE: It is now, 3:00.
- 4 It is an excellent time for a brief 15 minute break.
- $_{5}$ Ms. Bupp, start consulting. We will reconvene in 15
- 6 minutes.
- 7 (Whereupon, a short break was taken)
- 8 >>JUDGE MOORE: Please be seated.
- 9 >>MR. MALSCH: Judge Moore, I had a possible
- 10 suggestion that may shortcut this whole discussion
- 11 and that is if we agree that no actual depositions
- 12 will be conducted until say February of next year,
- 13 but between now and then we do notice the
- 14 consultation and so forth, I think that takes care of
- the Staff's problem and DOE has no problem with that
- 16 ei ther.
- So Staff's objective here was to get some months
- 18 down time before actual depositions are conducted, then
- 19 that's the solution to the problem. And I think we, indeed,
- 20 have an agreement postponing depos until around February 1
- 21 is fine.
- >> JUDGE WARDWELL: As will become clear very
- 23 shortly with what we ask of the parties, that is something
- 24 that you should fully explore and reach consensus on, or may
- 25 wish to do that. That -- I'm just curious; for the record,

- 1 Ms. Bupp, did you have an opportunity to consult and can you
- 2 give us a progress report? Or if it's not appropriate for
- 3 to you do so, just say so.
- 4 >> MS. BUPP: Sure, we can answer the Board's
- 5 question. I want to clarify back to the Judge's questions
- 6 about what was in Volume III and what was in Volume II. I
- 7 think a clear way to describe the difference between the
- 8 two of them is that, while they're both concerned with the
- 9 -- that Volume II is concerned with compliance of 63.204,
- and Volume III is concerned with 63.311 in compliance with
- 11 that. So to the extent that we're looking at design and
- 12 fabrication issues, construction issues, in Volume III, we
- 13 will be looking at whether or not they can comply with
- 14 63.311 which looks at post-performance. So any sort of
- design defects we would look to see if there was a
- 16 post-closure performance impact to that.

17

- In the old world, when we were creating one big.
- 19 SER, we would only look at post-closure performance. In
- 20 this new world, where we're trying to develop a very
- 21 complete Volume III that could stand on its own, we will
- 22 have to look at some issues of design so that will have the
- 23 background and be the context for discussing the
- 24 post-closure performance. So I hope that's a little bit
- 25 clearer as to what's going to be in Volume III. With

- 1 regard to Volume III in its completion, all chapters of
- 2 Volume III are a work in progress and while we appreciate
- 3 the offer to maybe try to stagger discovery to relate to
- 4 only certain issues of Volume III, the way the staff is
- 5 designing Volume III to be an integrated volume. Each
- 6 chapter of Volume III builds upon the other, and so it won't
- 7 be until Volume III is complete that any one issue within
- 8 Volume III is, you know, sort of complete and done. We need
- 9 to be able to continuously go through it and look at the
- 10 integrated processes that are considered in Volume III.
- >>JUDGE MOORE: Well, thank you for that
- 12 answer. You did clear something up. You used the
- 13 phrase, "new world" and "old world" and I'm living
- 14 in the old one and you may be living in the new one,
- 15 and now I can understand.
- 16 Judge Wardwell?
- >>JUDGE WARDWELL: I just have a few more
- 18 questions on the response to our July 21st Order.
- 19 And first let's just go back to Spreadsheet 2 to talk
- 20 about a couple of little technocrat -- if you will --
- i ssues with that to make sure I understand what the
- 22 issue was and Mr. Polansky, if you have a copy of the
- 23 spreadsheet there.
- Under your third column, in what's
- designated as a legal issue, you have many

- 1 contentions that are attributed to the Board as being
- 2 the one designated, designating that particular
- 3 contention as a legal issue. Many of them, I believe
- 4 were designated by the party and not the Board.
- 5 So it wouldn't be LBP, but it would be party. And do
- 6 you agree with that in retrospect? Or if not, I can
- quickly tell you which ones I think are the only ones
- that were the Board ones of those LBPs from my
- 9 reading out those contentions.
- 10 >>MR. POLANSKY: This is Mr. Polansky. I
- 11 think what we tried to capture in Spreadsheet 2 was
- 12 whether the contention was discussed as a legal
- 13 issue, whether raised by an adjudicatory body or
- 14 either party, whether it was discussed on the
- 15 Commission's decision on appeal or LBP0906 or whether
- 16 it was truly raised by, you know, the parties.
- 17 >>JUDGE WARDWELL: I see. That clarifies
- 18 it. And then one last issue under Nevada Safety
- 19 196 -- and someone else brought this up also -- but I
- 20 believe the Volume is I, not IV. I think that's a
- 21 typo, if you agree with that? I think previously you
- 22 designated it as a "I" and it will affect what we're
- dealing with now.
- 24 >>MR. POLANSKY: Correct. The NRC was
- 25 correct in pointing out that was a typo and it was

- 1 inconsistent with Spreadsheet 1 and Spreadsheet 2 and
- 2 this identifies this contention as SER Volume I and
- 3 SER Spreadsheet 2 had it wrong.
- 4 >>JUDGE WARDWELL: Okay, good.
- $_{5}$ In regards to Question three, I had no additional
- questions from that. On four, I think we covered the
- 7 questions that I did have on that. On Question five,
- 8 which stated, which of any NEPA contentions, in
- g addition to NEPA 001, involves matters of subject --
- of pending supplementation of DOE's environmental
- impact. I think I just want to verify with Nevada,
- Mr. Malsch, that you agree that those 15 contentions
- 13 listed by DOE in Spreadsheet 6 are the ones and only
- ones that are involved with groundwater matters from
- your perspective? They start on the bottom of page
- one and go to the top of page two.
- 17 >>MR. MALSCH: This is Marty Malsch of
- 18 Nevada. That sounds right to us, although we haven't
- 19 focused on other parties contentions. But the list
- 20 does include the two of ours that are related to
- 21 groundwater.
- >>JUDGE WARDWELL: Who do we have in
- 23 California? Mr. Sullivan, for California. Do you
- 24 agree that those are the ones from your perspective
- 25 that are groundwater issues?

- 1 >>MR. SULLIVAN: Yes.
- 2 >>JUDGE RYERSON: And Mr. Jones from Inyo.
- 3 >>MR. JAMES: Yes. Greg James, from Inyo
- 4 County.
- 5 >>JUDGE WARDWELL: Sorry, Greg James.
- 6 >>MR. JAMES: Yes, we agree with that
- 7 characteri zati on.
- 8 >>JUDGE WARDWELL: And JTS, we have NEPA
- 9 199. Do you agree those are the ones that deal with
- 10 ground water and only the ones they do?
- >>MR. POLAND: Yes, Your Honor, we do.
- >>JUDGE WARDWELL: And Nye.
- >>MR. ANDERSON: Your Honor, Rob Anderson
- 14 for Nye County. It was included both in your
- 15 question and in the Spreadsheet correctly.
- 16 >>JUDGE WARDWELL: That's right. So we're
- 17 here at the agency of redundancy. Question six,
- 18 which if any of the contentions identified in
- 19 response to Question four, but not response to
- 20 question five, require discovery before being right
- 21 for adjudication and describe the general nature of
- 22 any such discovery. And I think I would like to
- verify with Nevada and the other parties that they
- 24 agree that the discovery needs presented by DOE in
- 25 Spreadsheet 3 are reasonable and appropriate and do

- 1 not need any augmentation and if so, what
- 2 augmentation?
- 3 >>MR. MALSCH: Yes, that's correct.
- 4 >>JUDGE WARDWELL: Without going through
- 5 all the parties again that's involved now, with
- 6 Spreadsheet 3 because there's even more now, would
- 7 any of the other parties like to augment any
- 8 discovery needs not already presented by DOE in their
- 9 Spreadsheet 3?
- 10 >>MR. ANDERSON: Rob Anderson for NYE
- 11 County. I think we filed and so stated that we
- 12 believe that within that subgroup that you're dealing
- 13 with, there are some NEPA contentions, particularly
- 14 those with respect to transportation that if deal t
- 15 with upfront as we have suggested, may not require
- 16 discovery. In other words, it's the opposite.
- 0kay. I was more concerned to make sure if there is
- more, I want get them in. If there's less, that's
- fine but if there's more -- but I appreciate your
- 21 responding. Anyone else feel there should be other
- contentions not listed that require discovery?
- Hearing none from here or in our Rockville Hearing
- Room, then we'll proceed and I am finished with my
- questi ons.

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>>MR. MALSCH: The next order of business
 1
 2
     will be taken up by Judge Ryerson and we think that
 3
     this is now the way the Board would like to conclude.
                                Yeah, here's what we'd
 4
               >>JUDGE RYERSON:
     like to do and Ms. Curran, this may present
 5
 6
     logistical issues involving you that we can get to at
               But, for the group that's here, we'd like
 7
 8
     to proceed as follows:
                             First, I want to say, I think
 9
     all of us discussing it at the break were impressed
10
     by what seems like the degree of agreement among most
11
     of the parties, not on all issues, but really when
12
     you look back at the filings that we've received and
13
     you look at what's said today and the suggestions of
14
     cooperation, it's very encouraging.
                                          And we'd like to
15
     continue in that useful endeavor while we have
16
     everybody today and tomorrow and suggest we proceed
17
     as follows:
18
               We would like everyone here to -- we'll
19
     probably break about 4:00 today to use some time
20
     today, and then tomorrow to continue to work on the
21
     issues that you've been talking about and to try
22
     before the close of business tomorrow to come up with
23
     as much of a consensus case management order as
24
     possible. And, you know, I think our hope and
25
     expectation is that you'll be able to at least do
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- 1 that in outline form by the close of business
- 2 tomorrow, and that thereafter, and I'll get around
- 3 some specific dates on this, that you'll be able to
- 4 come up with a draft case management order that we
- 5 can look at and as appropriate, perhaps modify an
- 6 issue or a conflict.
- 7 It seemed to me, or it seemed to the Board
- 8 that there are a number of consensus issues and I'm
- 9 not going to hit on all of them, but certainly the
- 10 Board's sense was that the majority view seems to be
- 11 that proceedings should begin promptly on matters
- 12 related to SER Volume I and SER Volume III. And that
- 13 would include discovery in some form. I just heard
- 14 about the suggestion of actually deferring
- depositions a little further than they've originally
- 16 been contemplated.
- 17 But it would include discovery of some
- 18 form. It would include discovery related to NEPA
- 19 contentions, legal issues, safety contingents,
- 20 anything related to SER I and III. And I think
- 21 that's what most parties seem to be contemplating at
- 22 this point. Someone made the point earlier, we think
- it's a very realistic one, that the target ought to
- 24 be through the close of discovery in phase one.
- $_{25}$ $\,$ That is everything, as I've said, that relates to SER $\,$

- 1 I and III including the NEPA contentions that relate
- to SER I and III, the legal issues and so forth,
- 3 that we need not at this point go beyond that. I
- 4 believe under the chart that was circulated for that,
- 5 phase one discovery would have completed November 30,
- 6 2010. That may or may not be the fixed date that
- you agree upon as you talk it through but that takes
- 8 us for the next 15 months or so. So our view is that
- we need not probably be worrying a whole lot today or
- in the next couple of months about the time between
- the close of discovery and the beginning of a hearing
- and the like.
- So that's sort of the second point that at
- 14 least we heard some agreement on. A third point that
- and this may reflect my personal views, maybe even
- 16 more than the rest of the Board's but a suggestion
- 17 was made that as a general guiding principle, it is
- 18 better rather than trying to carve out specific
- 19 limitations on depositions or other kind of arbitrary
- 20 rules that may or may not make sense as we move
- 21 forward, to instead of that, proceed with a spirit of
- 22 professional cooperation and when cooperation in some
- 23 hopefully rare instances cannot be achieved, usually
- 24 the best route will be to try to initiate a
- 25 conference call with the Board rather than firing off

- 1 motions that deal with discovery. At least my own
- 2 experience is that motions dealing with discovery are
- 3 too easily written and often not terribly productive.
- 4 And that parties are more likely to convene a
- 5 conference call only when there is a serious dispute
- 6 and it usually can be resolved more efficiently that
- 7 way. Procedurally again, we hope what we can do is
- 8 have you meet as long as you find it productive
- 9 today. I think you can use this facility till 5:00
- 10 or 5:30. We will plan to -- that is we, the Board,
- 11 will plan to be here at 9:00 tomorrow as originally
- 12 scheduled. You may or may not have any progress to
- 13 report at that point, but we might as well just touch
- 14 base then and see where you are. The expectation is
- 15 that you would then continue through the day as
- 16 necessary.
- We plan to come back on the bench at 1:00
- 18 and if need be at 5:00 to hear where you are. And
- 19 we're going to be back here ready to come out on the
- 20 bench, with or without a reporter if we you find it
- 21 more helpful one way or another at any point during
- 22 the day. If there's a particular issue, that if for
- 23 some reason the Board participation would be useful.

24

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Again, our hope is that you can reach a

- 1 consensus on the principle points of an outline of a
- 2 case management order with the thought that you would
- 3 then, one party, would presumably have to take this
- 4 responsibility, go back and draft it up, ideally, in
- 5 the form of a proposed order and circulate to the
- 6 others and get in shape for filing with us with the
- 7 EIE system, filing actually with the Secretary's
- 8 Office as a proposed order by Wednesday, September 23
- 9 which we would then look at. And as I said, modify
- 10 as we felt appropriate, but issue no later than the
- 11 end of this month. That's our hope and expectation.
- 12 I think, at least as we've looked at the filings,
- 13 they're really three principle groups of filings that
- 14 you have to reconcile in that, in that order and you
- 15 probably all know what they are.
- There's the May -- the June 10 group that was
- originally filed in response to construction
- authorization for one's order. And as I recall,
- there was a principle filing on June 10 or a few
- individual party filings and there were responses to
- the six questions filed August 17. Again, there were
- some individual responses on that and most recently,
- the September 10 filings of the individual responses.
- 24 But I think it's the Board's view that in light of
- $_{25}$ the conversations today, I think you're probably in a

- position to try to reconcile all those and hopefully
- 2 reach agreement on the timing and the principle rules
- for operating and try to do that by close of business
- tomorrow. Am I missing something, ask my colleague,
- 5 Judge Moore?
- 6 >>JUDGE MOORE: If need be after we receive
- 7 your joint proposed draft case management order that
- 8 under which we'll be operating on what we're calling
- 9 Phase 1 on all the contentions associated with
- 10 volumes I and III of the SER, if we think we have
- 11 any additional pressing questions that we think
- 12 consultation with you would be in line, I would do it
- on the telephone with a telephone conference but it
- 14 will be done expeditiously, so that we can get a
- 15 start on this massive case and get you all working on
- 16 it and off of these procedural matters and back on to
- 17 subject matter.
- >> : JUDGE RYERSON: I did -- I don't want to forget
- the point about Ms. Curran. Logistically, this may
- 20 present difficulties for you or maybe it doesn't
- 21 really.
- One option would be that you would work by
- telephone with one or more groups, that is they're
- 24 talking about this?
- Or simply participate when we come back on the bench

- and hear a report on where things stand? Do have you
- any views as to the best way for to you participate
- 3 Ms. Curran?
- 4 >>MS. CURRAN: I think I can do it by
- 5 telephone. Right now, if people are staying to talk,
- 6 I would need to get a telephone number of someone
- 7 there that I could call because I--I don't have
- 8 telephone numbers for the participants. I do have a
- 9 cell phone with me.
- 10 >> : >>JUDGE MOORE: Ms. Curran, one moment.
- 11 The plan is we will essentially since this is your
- conference, the courtroom will be made available to
- you if you wish to use this facility, this room, and
- bar everyone else from it except yourselves, the same
- way if you were meeting at one of your offices. We
- will stand at your call. If we can be helpful, plus
- the times Judge Ryerson noted. If that's the way you
- wish to proceed and do it in here, then Ms. Curran,
- we can have you participate the same way you're now,
- by video conference right there, tomorrow, it can be
- done from chambers there, so you don't have to be in
- a big room by yourself, you can be in a small room by
- yourself, if that would make you more comfortable.
- 24 If that is not the way the parties wish to proceed
- $_{25}$ and you wish to break into groups or subgroups and

use the conference rooms, then, whatever group Ms. 1 Curran is broken into, we can make arrangements so 2 that you can participate by at least telephone 3 conference and then back to video conference when 4 we're all in here. I just spoke to Andy and he said 5 it can be arranged. 6 7 So that is your choice. If you wish to use 8 this facility, then we will clear it of all except 9 those lawyers that are involved in the negotiated 10 process of those that they wish to have here as part 11 of their team. And and how do you wish to proceed? 12 DOE would like to have it >>MR. SCHMUTZ: 13 here immediately after the Board adjourns. I'd ask 14 one question of the Board with regard to what Judge 15 Ryerson said. There may be one or two -- as I look 16 sort out over what happened today, I think we're in 17 agreement among most of the parties on most things 18 and I don't think of -- I think we're going to come 19 up with two sticking points. I'm not going to raise 20 them to the Board now but I would hope that the Board 21 would be available tomorrow to give us on this, any

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they're coming out.

>>JUDGE MOORE: We would be pleased to do

sticking points, kind of the Board sense of where

- 1 that and we will have a system in place in the
- 2 morning so that we will be here in the building at
- 3 your beck and call. We will come to the bench and
- 4 attempt to answer your questions. Or, take the
- 5 question and cogitate and then then come back and
- 6 give you our sense. If that's the way -- is everyone
- 7 in agreement that that's the way you would like to
- 8 proceed? Then it's now your facility. I would ask
- 9 all those who are not participating, and it's up to
- 10 you all to determine, because I don't know who's in
- 11 the audience, some of them may be your people. You
- 12 identify those that you want to participate and
- 13 everyone else will be -- the room will be closed and
- 14 sealed and it is yours. And we will send a message
- 15 in as to what time we must cease activities this
- 16 evening because I don't know at this point whether
- 17 it's 5:00, 5:30 or -- I can have an answer? One
- 18 moment. Talk about a short memory, 5:30 is when we
- 19 will--because of security, we'll have to turnover the
- 20 room and then we'll reconvene at 9:00 in the morning.
- 21 And so, we stand adjourned. Would you like to start
- 22 earlier than 9:00 in the morning?
- >>MR. SCHMUTZ: This is Tom Schmutz from
- 24 DOE. No.
- >>JUDGE MOORE: I was just going to say,

- 1 with that overwhelming response -- so, we will be
- 2 here until 5:30 if you have any questions you wish to
- 3 send to us, we'll work out a system on how to contact
- 4 us.
- 5 Ms. Curran, I would suggest you just stay
- 6 right where where you are and participate by video
- 7 conference and we will contact you directly as to
- 8 where the video conferencing will be tomorrow at
- 9 9:00 a.m. which is 12:00 your time because I think it
- 10 can be moved to chambers and that will be probably a
- 11 little more convenient for you.
- >>MS. CURRAN: Just so I understand, I am
- 13 going to be able to participate by video conferencing
- 14 right now, after the Board --
- 15 >>>>> JUDGE MOORE: Correct.
- >>MS. CURRAN: -- ends its session?
- 17 And tomorrow. All right. I'd like to make one
- 18 request, because I feel a little mistrustful of
- technology. I'd like to ask for one telephone number
- before you leave. Could I have a telephone number
- for Deborah Roby, that would be wonderful.
- >>JUDGE MOORE: We have someone there, Ms.
- 23 Curran who has all the requisite numbers and there
- 24 will be full coverage for you tomorrow so that should
- 25 there be any disconnection, they can hopefully fix

- 1 the glitch or we'll work around it.
- 2 >>MS. CURRAN: Okay, and then I just have
- 3 one more request, one more comment. I just want to
- 4 thank the Board for making it possible for me to
- 5 participate remotely. It's helped Eureka County save
- 6 its resources and I also want to thank you so much
- 7 for the effort you've gone to webstream this
- 8 conference. I think it's helpful to a lot of
- 9 people. Thank you.
- 10 >>JUDGE MOORE: With regard to the video
- 11 conferencing to Ms. Curran back to the Rockville
- 12 Hearing facility, which Andy, you take care of making
- 13 sure that it's now sealed too so that it's only Ms.
- 14 Curran. The webstreaming will cease, and will not
- 15 be--as will the broadcast. Also, there will be no
- 16 more realtime court reporting. If you want it on the
- 17 record, when you meet with us, we will just turn the
- 18 DDMs on, so it will be videotaped and then a
- 19 transcript can be made of it. If you wish it not to
- 20 be on the record, we don't have to have it on the
- 21 record. We will leave it up to your request. Is
- there anything else? Then we stand adjourned.
- 23 (Whereupon, Proceeding were concluded)

1	CERTIFICATE OF REPORTER
2	
3	This is to certify that the attached proceedings
4	before the United States Nuclear Regulatory Commission in
5	the matter of U. S. Department of Energy High-Level Waste
6	Repository, Docket No. 63-01, ASLBP No. 09-892-HLW CAB04 on
7	September 14, 2009, Las Vegas, Nevada, was held as herein
8	appears and that this is the Original Transcript thereof for
9	the file at the U.S. Nuclear Regulatory Commission taken by
10	Caption Reporters Inc., and that the transcript is a true
11	and accurate record of the foregoing proceedings.
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14	Lorraine Carter, RPR
15	Official Court Reporter
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