RAS FF-11 Official Transcript of Proceedings

NUCLEAR REGULATORY COMMISSION

DOCKETED USNRC

March 31, 2010 (1:55pm)

Title:

Progress Energy Florida, Inc.

OFFICE OF SECRETARY RULEMAKINGS AND ADJUDICATIONS STAFF

Docket Number:

52-029-COL and 52-030-COL

ASLBP Number:

09-879-04-COL

Location:

(telephone conference)

Date:

Tuesday, March 16, 2010

Work Order No.:

NRC-103

Pages 472-495

NEAL R. GROSS AND CO., INC. Court Reporters and Transcribers 1323 Rhode Island Avenue, N.W. Washington, D.C. 20005 (202) 234-4433

1	UNITED STATES OF AMERICA
2	+ + + +
3	NUCLEAR REGULATORY COMMISSION
4	+ + + +
5	ATOMIC SAFETY AND LICENSING BOARD PANEL
6	+ + + +
7	SCHEDULING CONFERENCE
. 8	
9	In the Matter of:
10	PROGRESS ENERGY FLORIDA, : Docket Nos. 52-029-COL
11	INC. : 52-030-COL
12	(Levy County Nuclear Power : ASLBP No.
13	Plant Units 1 and 2) : 09-879-04-COL
14	(Combined License) :
15	
16	Tuesday, March 16, 2010
17	
18	The above-entitled conference was convened
19	telephonically, pursuant to notice, at 2:00 p.m.
20	•
21	BEFORE:
22	ALEX S. KARLIN, Administrative Law Judge, Chair
23	ANTHONY J. BARATTA, Administrative Law Judge
24	WILLIAM M. MURPHY, Administrative Law Judge
25	

1	APPEARANCES:
2	On Behalf of the Applicant:
3	JOHN H. O'NEILL, Esquire;
4	ROBERT B. HAEMER, Esquire; and
5	STEPHANIE GEORGE, Esquire
6	of: Pillsbury Winthrop Shaw Pittman, LLP
7	2300 N. Street, N.W.
8	Washington, D.C. 20037-1122
9	Tel: (202) 663-8000
10	•
11	DAVID T. CONLEY, Esquire
12	Of: Progress Energy (Legal Department)
13	410 South Wilmington Street
14	PEB 17B2, P.O. Box 1551
15	Raleigh, North Carolina 27601
16	Tel: (919) 546-2551
17	On Behalf of the Nuclear Regulatory Commission:
18	KEVIN ROACH, Esquire; and
19	SARA KIRKWOOD, Esquire
20	Office of the General Counsel
21	Mail Stop - 0-15 D21
22	U.S. Nuclear Regulatory Commission
23	Washington, D.C. 20555-0001
24	Tel: (301) 415-7550
25	

1	APPEARANCES (Continued):
2	On Behalf of the Intervenors:
3	MARY OLSON
4	Nuclear Information and Resource Service
5	
6	CARA CAMPBELL, Chair
7	Ecology Party of Florida
8	641 SW 6th Avenue
9	Fort Lauderdale, Florida 33315
10	Tel: (954) 525-4522
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
2.5	11

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

(2:01 p.m.)

CHAIRMAN KARLIN: Good afternoon. This is Alex Karlin, one of the judges for the Atomic Safety and Licensing Board. We are now going to go on the record and convene a meeting of the Progress Energy-Levy County application for a COL license for two nuclear power plants in Levy County, Florida.

We are on the record. The docket number for the record of this case is 52-029-COL and 52-030-COL. That reflects the two separate reactor licenses. The ASLBP number on this is 09-879-04COL.

We are conducting this prehearing conference call pursuant to an order that this Board issued on February 16th of 2010. Today's date is March 16th, 2010.

This call will be transcribed by a court reporter. And we're conducting the call telephonically or the conference, the prehearing conference, telephonically.

First let me introduce the Board here.

The members of the Board are here in Rockville,

Maryland with me. Again, I'm Alex Karlin. We have

Dr. Baratta. Anthony Baratta is here in the room as

well as Dr. Murphy, William Murphy. And Megan Wright,

WASHINGTON, D.C. 20005-3701

1 our lawyer and law clerk, is in the conference room 2 with us at this point. 3 Now I am going to ask the parties to 4 introduce themselves, but before I do, if I could just 5 alert you all to something. We seem to have a bit of a confusion here. 6 7 The way we normally set these up is we 8 have a speaker telephone call-in number. And we have 9 a non-speaker telephone call-in number. The only 10 people who are authorized to speak in this call are 11 the lawyers and representatives of the parties who are 12 litigating this case. 13 This is like a courtroom. And members of 14 the public and the media are welcome to attend and to 15 listen, just like we would be in court, but this is 16 not the time for the media or the public to talk or 17 ask questions. 18 So apparently the line has not worked 19 quite right. And a number of the members of the 20 public and the media are on a line which authorizes 21 them or allows them to speak, but hopefully you all 22 will just put your telephones on mute so that when I

So, if I may ask, with regard to the

1323 RHODE ISLAND AVE., N.W.

WASHINGTON, D.C. 20005-3701

ask for introductions now, the only people I am asking

to identify themselves are the parties.

23

24

1	petitioners, the intervenors, Ms. Olson, could you
2	identify yourself and anyone else form the intervenor
3	group that is on the line?
4	MS. OLSON: This is Mary Olson, Nuclear
5	Information and Resource Service lead of the
6	intervening group. And I am sitting in Washington,
7	D.C.
8	I honestly do not know if the others are
9	on the line. Perhaps they could identify themselves
10.	if they are briefly.
11	CHAIRMAN KARLIN: Yes.
12	MS. CAMPBELL: Cara Campbell from the
13	Ecology Party. I am here.
14	CHAIRMAN KARLIN: Great. Okay. Anyone
15	else? Mr. Canney, is he on the line?
16	(No response.)
17	CHAIRMAN KARLIN: Okay. So we have Ms.
18	Olson and Ms. Campbell from the intervenor community.
19	Welcome to both of you.
20	Now I will turn to Progress and Pillsbury
21	Winthrop. Mr. O'Neill, perhaps you could introduce
22	your Pillsbury team and your client, members of your
23	client?
24	MR. O'NEILL: Judge Karlin, this is John
25	O'Neill on the phone in Washington; in Raleigh in the
	11

1	General Counsel's Office, Progress Energy, David
2	Conley.
3	CHAIRMAN KARLIN: Okay.
4	MR. O'NEILL: And with me in Washington
5	are my colleagues Robert Haemer and Stephanie George.
6	CHAIRMAN KARLIN: All right. Welcome.
7	Welcome. And from the staff, could Ms. Martin or
8	whoever else is leading introduce the staff members,
9	please?
10	MR. ROACH: Good afternoon.
11.	CHAIRMAN KARLIN: Good afternoon.
12	MR. ROACH: Good afternoon, Judge Karlin.
13	My name is Kevin Roach for the NRC staff. Sara
14	Kirkwood will be my co-counsel today. And also with
15	me is a member of the technical staff: Douglas
16	Bruner.
17	CHAIRMAN KARLIN: All right. Welcome.
18	That represents the parties, the three parties: the
19	intervenor, the applicant, and the staff.
20	Is there anything my fellow judges would
21	like to say at this point?
22	JUDGE BARATTA: I have nothing to say.
23	Judge Baratta.
24	CHAIRMAN KARLIN: Okay.
25	JUDGE MURPHY: Good afternoon, everyone.

1 This is Judge Murphy. 2 CHAIRMAN KARLIN: Okay. Good. 3 proceed, then. And, as I mentioned, please, all other 4 -- I won't say "participants" but listeners on the 5 call, if you would please put your calls on mute so 6 that we can conduct the call. 7 It shouldn't be very long. The purpose of 8 this call is really just to have a basic case 9 management conference. The last case management 10 conference we had was in August of '09, so about 11 seven-eight months ago. 12 And, as I indicated and we indicated at 13 that time, for good case management purposes, we just 14 think it's a good idea to have a conference call at 15 least once or twice a year to check in and see where 16 things are. 17 The agenda that I have lined out on this 18 thing covers four items. One, we'll just review what 19 major actions have happened since the last case 20 management conference. 21 Two, we will review the changes that have 22. apparently evolved in the staff's estimated schedule 2.3 and how it is going to affect our schedule. 24 Three, we'll talk about our tentative

schedule for the evidentiary hearing and any other

1 activities, such as a site visit, we might conduct. 2 And, four, we will discuss what appears to 3 be a difficulty that may have arisen or has arisen with regard to the ultimate deadline for motions for 4 5 summary disposition with regard to environmental matters. Those are the four items we have decided we 6 7 think we ought to cover briefly. 8 Is there anything else that the parties 9 think they need to bring forward we need to talk about 10 today? 11 (No response.) 12 CHAIRMAN KARLIN: Okay. 13 proceed with those four items: first, major items or 14 activities that have occurred since our last case 15 management conference. 16 The conference was in August, as I say, of 17 '09. And right after that, we issued the initial 18 scheduling order on August 27th of '09. 19 the scheduling order, which, as you, the parties, 20 know, governs what is going to happen in this case and 21 when it is going to happen. 22 That scheduling order is based on model 23 milestones that are found in the NRC regulations. 24 governing evidentiary hearings, which are 10 CFR part

2, appendix B, table 2, to be precise.

25

Then we'll

And that is

And so we have a schedule that is, in part, developed because of the way the regs read and the way the regs work. And also we have customized that and developed a schedule based upon those regs. And that was the initial scheduling order in August of '09.

Then in October of '09, we issued a protective order and nondisclosure agreement that would govern the management of any information that the parties claimed to be privileged in one way or another and would allow for the disclosure of that information pursuant to the nondisclosure agreement. The parties worked on that. And we basically approved what they had drafted. So thank you for that.

The third item is that in December, end of December, '09, we ruled on a motion to compel the production of certain documents and information. The motion had been filed by the applicant. And we looked at the briefs. And we issued that ruling. And you all should be familiar with that.

And then the fourth item of significance that has occurred perhaps is the Commission's ruling on January 7th of 2010, a ruling on the interlocutory appeal by the applicant, Progress Energy, on several of the contentions that we admitted. So the

Commission essentially affirmed our admission of those contentions with the exception of greater than class C waste, which was not affirmed, but the rest of it was.

So those are the four main things that have happened that I know of. And, as far as I know, no motions are currently pending before us or action items.

Per the regulations, which was section 2.322, I think it is, or 332 of the regs, we are now in a situation where we have to wait for the staff to finish its environmental impact statement and for the staff to finish its safety evaluation report, so the final safety evaluation report, FSER, and the final environmental impact statement. And we wait for the staff to do those action items.

And it takes quite a bit of time -- they do it carefully -- before we can have the actual evidentiary hearing. So we have asked the staff to give us a monthly report as to what their best estimate is as to when they are going to issue these documents. And they have been doing that, and we appreciate that.

In July of '09, the staff estimated that the FEIS would be issued in September of 2010.

1	Beginning of this month, the staff changed that
2	estimate. It's about ten months later. And the FEIS
3	is now by the staff's estimate going to come out in
4	July of 2011. So it's about a ten-month delay in the
5	FEIS.
6	The FSER hasn't changed that much.
7	Originally the staff gave us an estimate of May of
8	2011. And now the staff estimate is July of 2011.
9	Can I ask, Mr. Roach, whether or not there
10	have been any changes in that schedule since your
11	filing on the beginning of this month?
12	MR. ROACH: No, Your Honor, there have
13	been no changes to the schedule that we filed on March
14	4th.
15	CHAIRMAN KARLIN: Okay. Great. And we
16	understand that that is your best estimate. You're
17	not tied to it. I mean, you're just doing the best
18	estimate you can give us.
19	And it may change. It may shorten. It
20	may length. But, as you know the regs require us to
21	tee off of your schedule for our scheduling of the
22	evidentiary hearing.
23	So now let's talk about the second. I
24	guess we've talked about the major actions. And we've
25	talked about the review of the changes in the staff's

schedule. The third item we want to talk about is our 1 2 tentative schedule for the Board going forward. 3 Under the regs, we have to wait until, as 4 I say, these two FEIS and FSER are finished before we 5 can have the evidentiary hearing. 6 It looks like based upon the initial 7 scheduling order that once the FEIS is issued, there 8 will be initial written testimony and exhibits filed. 9 There will be rebuttal testimony filed. There will be 10 a number of motions, opportunity to file motions. And 11 it looks like the evidentiary hearing is likely to be 12 in December of 2011 or January of 2012 based upon what 13 we have got so far. 14 And then the decision, written decision, 15 would be 90 days later or so after the evidentiary 16 hearing closes. And that is based upon the regs and 17 the initial scheduling order. 18 What I would like to ask the parties to do 19 is to submit to us their availability in writing by 20 next Friday, March 26th, what I call blackout dates. 21 For the month of December of 2011 or January of 2012, 22 please give us the dates when you cannot participate 23 in the evidentiary hearing. 24 Let's assume for the moment that 25 evidentiary hearing is going to take three days for

1	three contentions, maybe four, total of three or four
2	days.
3	So please submit in writing by next Friday
4	blackout dates; i.e., those dates when you are totally
5	unable to participate in an evidentiary hearing.
6	Hopefully we are far enough out in advance
7	that this is going to be less of a problem so we can
8	tentatively reserve a week or whatever, maybe two
9	weeks just in case one or the other needs to be used.
10	I don't think it's going to take two weeks, but we
11	might reserve those dates.
12	MS. OLSON: Your Honor, a question?
13	CHAIRMAN KARLIN: Yes?
14	MS. OLSON: Mary Olson. I just wanted to
15	know whether this would probably be by phone or
16	probably be travel. Do you know?
17	CHAIRMAN KARLIN: This evidentiary hearing
18	will be in person in Levy County.
19	MS. OLSON: Very good.
20	CHAIRMAN KARLIN: And you will have to
21	make sure both you are there and your witnesses are
22	there.
23	MS. OLSON: Yes.
24	CHAIRMAN KARLIN: So you need to check
25	with them as well and their schedules. And sometimes
	NEAL D. CDOSS

experts have commitments and other things that create 1 2 difficulties. 3 So next Friday. 4 MS. CAMPBELL: Excuse me, Your Honor. 5 is Cara Campbell from the Ecology 6 Obviously the days that the courtroom would be closed, 7 like Christmas and things like that, we wouldn't have 8 to put that in there because it wouldn't be open 9 anyway, correct? 10 CHAIRMAN KARLIN: Right. I mean, don't 11 worry about Christmas Day. We probably won't hold it on Christmas Day or New Year's Day, but, I mean, if we 12 13 get pressed, we might try. There have been boards 14 that have held evidentiary hearings on Sundays. 15 MS. CAMPBELL: Okay. 16 So, if push comes to CHAIRMAN KARLIN: 17 shove and we have to fit it in -- but we're not going to do it on Christmas or New Year's. 18 19 MS. CAMPBELL: Okay. 20 CHAIRMAN KARLIN: Okay. 21 JUDGE BARATTA: Yes. This is Judge 22 Baratta here. One of the reasons why we do this, if 23 you look, there are probably going to be a number of 24 evidentiary hearings that are going to be occurring at 25 that time.

And I know that some of the witnesses are likely to be common. So we would like to get going on scheduling so we can keep to our schedule.

in mind this is just going to be a blackout reserve a date because if the staff's FEIS and FSER change, then we've got to adapt to that change as well. So that's with the evidentiary hearing. The end of 2011 or first month of 2012 is what we're shooting for for that.

In the meantime, we also think that it's probable we want to have a site visit. We do want to have a site visit. We might want to have a limited appearance statement session in the community. And the site visit we usually try to schedule after the draft EIS has been issued but before the final so that we have something we can study and orient ourselves with.

And so that works out to be probably sometime between February and April of 2011 we would be looking to schedule a site visit down at the -- I won't say facility but at the site.

We're not going to worry about a specific time frame at this point. It would only be one day for a site visit and one day for a limited appearance

NEAL R. GROSS

1 statement session. And I think we have 2 flexibility to figure something out in that time frame. 3 4 I just wanted to alert the parties. We 5 have discussed this before in our earlier conference 6 calls. And I think everyone thought it would be 7 appropriate to have a site visit. 8 And we certainly think it would be helpful 9 to our understanding of the issues to do that. 10 that is probably the time frame we are thinking about, 11 just giving you a head's up on that. The fourth item on the agenda talks about 12 13 a difficulty we see maybe arising with regard to the 14 motions for summary disposition for environmental 15 matters on the FEIS, I should say. 16 As you know, we have established deadlines 17 for motions for summary disposition in two ways: one, 18 that there is a promptness deadline; that is, motions 19 for summary disposition need to be filed within 20 20 days of the event or occurrence upon which they are 21 based. 22 addition, In there is an ultimate 23 deadline, after which motions no for summary 24 disposition will be entertained at all. And we tried 25 to explain some of the rationale for that in our

initial scheduling order. And I think it was footnote 28 was part of that explanation.

With the staff's schedule changing and the FEIS coming out as the last item before the evidentiary hearing, it appears to me -- and I've talked about this with my colleagues here -- that we may have a train wreck or a tentative train wreck developing because -- let's just put it this way. If the FEIS comes out on July 21st, 2011, the initial statements of testimony and exhibits and positions are due 45 days thereafter, September 5th.

If the staff file a motion for summary disposition based upon the FEIS, then the intervenor's answers are due almost the same date, the intervenor's answers to the motion for summary disposition are due almost the same date, as their initial submissions of testimony are due. This would create difficulty and havoc, I'm afraid, in the intervenor's community unless they have a large amount of resources.

It would also impose a situation which we are trying to avoid, which is having motions for summary disposition come in so late in the game that they duplicate the filings that are going to be needed for the actual hearing itself. And so it doubles up the reading that the Board does. And they're

NEAL R. GROSS

1	identical. They're duplicative almost.
2	So I would like and we are troubled by
3	that. We don't want that to happen, but we're not
4	sure what the solution is. So one option is to move
5	motion for summary disposition for environmental
6	matters up to the draft EIS.
7	Another option is to establish a mechanism
8	something like the Areva case, where motions for
9	summary disposition are screened by the Board before
10	the answer is required.
11	But, in any event, what we would like to
12	do is ask you, the parties, to take a look at that.
13	And we're soliciting your input, say, by next Friday,
14	the 26th of March, on what changes, if any, we should
15	implement in the schedule to avoid what I refer to as
16	the train wreck scenario of the motion for summary
17	disposition being filed at the same time as the
18	initial filings are being filed.
19	Does everyone understand that?
20	MS. CAMPBELL: Yes, Your Honor.
21	MR. ROACH: Yes.
22	JUDGE BARATTA: Mr. O'Neill, you're okay
23	with that?
24	MR. O'NEILL: I understand, sure.
25	CHAIRMAN KARLIN: Okay. So if you could

Maybe

amongst

give us your input on that by next Friday? let's say keep it to a minimum of five pages. I mean, I don't think that -- maximum. I'm sorry. Maximum of five pages. Maximum of five pages. And just share what your thoughts are. if you want to confer yourselves and come up with some joint ideas, that is great. We would encourage that. We probably would cut you some slack on the page numbers if you actually have something joint to file. But keep in mind it doesn't just affect the parties. It affects this Board also because this is an L proceeding. And in an L proceeding, as you know, what happens is the parties file a tremendous amount of material in the weeks preceding the evidentiary hearing.

And then the Board reads that material. And then the Board based upon its reading of those materials identifies who needs to show up at the evidentiary hearing and what questions we're going to have.

So the Board has a lot of work to do in the run-up to the evidentiary hearing. That's fine. We're fine with that. And that is what we are here. But, by the same token, sometimes a motion for summary

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

that juncture is 1 disposition at just not productive in terms of either our time or the parties' 2 3 time. And so please take a look at that and see if 4 you think there is a problem or a concern. 5 We welcome your submissions. You may say, 6 "It's not a problem. Leave it the way it is." You 7 may say, "Change it in some way." And so we're hoping 8 you can give us your thoughts on it. 9 JUDGE MURPHY: This is Judge Murphy. At 10 this time does anyone have an indication that they 11 plan to submit a motion for perhaps prior or after the draft EIS? 12 13 CHAIRMAN KARLIN: Yes. That is a good 14 auestion. Do the staff or the applicant have a thought that they are going to file a motion for 15 16 summary disposition after the draft EIS, ostensibly 17 because it cures the alleged defects in the ER? Mr. 18 O'Neill, are you thinking along those lines? 19 MR. O'NEILL: It really depends. I mean, 20 we have thought of lots of different scenarios 21 depending on what happens. I mean, you know, 22 environmental contentions depend on -- this is on the staff's document. 23 24 Once we see the draft EIS, it may be 25 appropriate at that time to file a motion for summary

although staff 1 disposition, the has not been 2 comfortable answering and taking positions environmental contentions until later in the process. 3 I would have the staff consider whether or 4 5 not once they at least respond to public comments, they have essentially established their position, 6 7 first, in the draft EIS; and, then, secondly, in 8 responding to any comments. 9 I don't see why there would be any reason 10 where they could not have motions practiced between that period and when the final EIS comes out, which 11 will avoid your train wreck. 12 13 CHAIRMAN KARLIN: Right. MR. O'NEILL: But, you know, I'm thinking 14 15 out loud to a certain extent. And I think what we'll try to do is confer with the staff and the intervenors 16 17 before the 26th. And perhaps we can work something 18 out. 19 CHAIRMAN KARLIN: Okay. That would be 20 I think your thoughts are well-taken. And we 21 understand you're not committing one way or the other. 22 But it does seem to me that the contention has been 23 admitted with regard to contention 4. And maybe other contentions come in later 24 25 -- I don't know -- but are proposed, in any event.

1 But this point, there is contention, 2 environmental contention, out there. 3 I would assume the draft EIS is in the 4 works as we speak. 5 MS. OLSON: Your Honor, there are two 6 environmental contentions out there. 7 CHAIRMAN KARLIN: Yes. I'm sorry. I'm 8 Quite right. There is a low-level waste one 9 as well. And the draft EIS is in the works. And if, 10 indeed, the draft EIS cures or allegedly cures some of 11 the alleged defects that are reflected in those 12 contentions, then, as you know, the parties would be 13 obliged to file any motion for summary disposition 14 based thereon within 20 days of the draft EIS. 15 And so that would be a juncture where a 16 motion for summary disposition might come in because, 17 finally, I ask if the only motion for summary disposition could be based upon some delta between the 18 19 draft and the final, some new information, as it were. 20 Think about that. And I So okay. appreciate your answer, your thoughts on that, Mr. 21 22 Other than that, thank you, Judge Murphy. 23 That was a good point to raise. 24 Okay. With that, I think we will adjourn 25 the call. I appreciate your participating. It wasn't

1	very long. And we probably again, if nothing else
2	comes along, in a six-to-nine-month window will have
3	another conference call, just to manage the case and
4	stay on top of anything that's occurring.
5	So the action items and we are not
6	going to issue an order on this, but by next Friday,
7	please submit a maximum page-page submittal from each
8	of you on your thoughts with regard to the train wreck
9	problem I just described; and, two, your blackout
10	dates for December of 2011 and January of 2012.
11	With that, thanks to all of you for
12	participating in the call. Any last questions?
13	(No response.)
14	CHAIRMAN KARLIN: All right. Thank you.
15	We stand adjourned.
16	(Whereupon, the foregoing matter was
17	concluded at 2:28 p.m.)
18	
19	
20	
21	
22	
23	
24	
2-	

CERTIFICATE

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

Progress Energy Florida, Inc.

Name of Proceeding: Pre-Hearing Conference

Docket Number:

52-029-COL and 52-030-COL

ASLBP Number:

09-879-04-COL

Location:

(teleconference)

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

Chad Jackson

Official Reporter

Neal R. Gross & Co., Inc.