

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

Before Administrative Judges:

Ronald M. Spritzer, Chair  
Dr. Gary S. Arnold  
Dr. Thomas J. Hirons

In the Matter of:

ENTERGY NUCLEAR OPERATIONS, INC.

(Palisades Nuclear Plant)

Docket No. 50-255-LA

ASLBP No. 15-936-03-LA-BD01

May 8, 2015

**MEMORANDUM and ORDER**  
**(Ruling on Petition to Intervene and Request for a Hearing)**

I. Introduction .....	1
II. Procedural Background.....	2
III. Regulatory Background.....	5
A. <u>The 1985 PTS Rule &amp; Embrittlement Screening Program (10 C.F.R. § 50.61)</u> .....	5
B. <u>The Alternate PTS Rule &amp; Embrittlement Screening Program (10 C.F.R. § 50.61a)</u> .....	8
C. <u>Applying to Use the Alternate PTS Rule</u> .....	11
D. <u>The Palisades LAR</u> .....	14
IV. Petitioners' Standing to Participate in this Proceeding .....	16
A. <u>General Requirements for Standing</u> .....	16
B. <u>Board Ruling on Petitioners' Standing</u> .....	19
1. <u>Proximity Presumption</u> .....	20
2. <u>NEIS's Standing</u> .....	23
3. <u>Representational Standing</u> .....	25
V. Admissibility of Petitioners' Contention .....	26
A. <u>General Pleading Requirements</u> .....	26
B. <u>Scope of Review of License Amendments</u> .....	27
C. <u>Prohibition Against Challenging NRC Rules in Agency Adjudications</u> .....	27
D. <u>Board Ruling on Contention Admissibility</u> .....	28
1. <u>Basis 1: Use of Analytical Models Rather than Empirical Data</u> .....	30
2. <u>Bases 2 &amp; 3: Use of Sister Plant Comparison Data</u> .....	35
E. <u>Additional Arguments Raised by Petitioners</u> .....	43
1. <u>No Significant Hazards Consideration Determination</u> .....	43
2. <u>Operation as a Test or Experiment</u> .....	44
3. <u>Chemical Composition of Sister Plant Material Samples</u> .....	45
VI. Conclusion.....	47

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

Before Administrative Judges:

Ronald M. Spritzer, Chair  
Dr. Gary S. Arnold  
Dr. Thomas J. Hirons

In the Matter of:

ENTERGY NUCLEAR OPERATIONS, INC.

(Palisades Nuclear Plant)

Docket No. 50-255-LA

ASLBP No. 15-936-03-LA-BD01

May 8, 2015

**MEMORANDUM and ORDER**  
**(Ruling on Petition to Intervene and Request for a Hearing)**

**I. Introduction**

Before the Licensing Board is a petition to intervene and request for a hearing filed by Beyond Nuclear, Don't Waste Michigan, Michigan Safe Energy Future – Shoreline Chapter (Shoreline), and the Nuclear Energy Information Service (NEIS) (collectively Petitioners).<sup>1</sup> We find that Petitioners have established representational standing to intervene in this proceeding. We do not, however, admit Petitioners' contention. Because Petitioners have not proffered an

---

<sup>1</sup> Petition to Intervene and for a Public Adjudication Hearing of Entergy License Amendment Request for Authorization to Implement 10 CFR §50.61a, 'Alternate Fracture Toughness Requirements for Protection Against Pressurized Thermal Shock Events' (Dec. 1, 2014). Petitioners amended their petition on December 8, 2014, and indicated that the sole difference in the amended petition "is correction of the initial Federal Register reference as it appeared on page 1 of the December 1 filing to reflect Vol. 79 instead of Vol. 78." Amended Petition to Intervene and for a Public Adjudication Hearing of Entergy License Amendment Request for Authorization to Implement 10 CFR §50.61a, 'Alternate Fracture Toughness Requirements for Protection Against Pressurized Thermal Shock Events' at 1 n.1 (Dec. 8, 2014) [hereinafter Amended Petition]. The Board references the Amended Petition throughout this Memorandum and Order.

admissible contention, they have not satisfied the prerequisites for the Board to grant their hearing request.<sup>2</sup>

## II. Procedural Background

This proceeding concerns Entergy Nuclear Operations, Inc.'s (Entergy's) request to amend the operating license for the Palisades nuclear plant (Palisades).<sup>3</sup> Palisades is a single-pressurized water reactor (PWR) facility located on the eastern shore of Lake Michigan, five miles south of South Haven, Michigan.<sup>4</sup> The requested amendment would permit Entergy to use an alternate method to evaluate the minimum fracture toughness required by the Palisades reactor pressure vessel (RPV) to safely withstand a pressurized thermal shock (PTS) event.<sup>5</sup> That alternate method is set forth in an agency regulation, "Alternate fracture toughness requirements for protection against pressurized thermal shock events."<sup>6</sup>

In an operating nuclear power plant, the reactor vessel is continuously exposed to neutrons from fission reactions occurring inside the vessel.<sup>7</sup> Over time, this neutron radiation

---

<sup>2</sup> See 10 C.F.R. § 2.309(a), (f)(1).

<sup>3</sup> License Amendment Request to Implement 10 CFR 50.61a, "Alternate Fracture Toughness Requirements for Protection Against Pressurized Thermal Shock Events" (July 29, 2014) (ADAMS Accession No. ML14211A524) [hereinafter LAR].

<sup>4</sup> NRC Staff Answer to Petition to Intervene and Request for a Hearing Filed By Beyond Nuclear, Don't Waste Michigan, Michigan Safe Energy Future—Shoreline Chapter, and the Nuclear Energy Information Service at 2 (Jan. 12, 2015) [hereinafter NRC Staff Answer].

<sup>5</sup> See LAR, attach. 1 at 1. Entergy enclosed within its LAR a technical report designed "to provide Palisades with the basis for implementation of the" amended PTS screening program. See Westinghouse, Alternate Pressurized Thermal Shock (PTS) Rule Evaluation for Palisades at v (June 2014) (ADAMS Accession No. ML14211A525) [hereinafter Palisades Alternate PTS Rule Evaluation].

<sup>6</sup> 10 C.F.R. § 50.61a [hereinafter the Alternate PTS Rule] (emphasis removed); see also Alternate Fracture Toughness Requirements for Protection Against Pressurized Thermal Shock Events, Final Rule, 75 Fed. Reg. 13, 14 (Jan. 4, 2010).

<sup>7</sup> Division of Fuel, Engineering and Radiological Research, Office of Nuclear Regulatory Research, Technical Basis for Revision of the Pressurized Thermal Shock (PTS) Screening Limit in the PTS Rule (10 CFR 50.61) Summary Report, NUREG-1806 at xix (Aug. 2007),

embrittles the RPV walls, making them less able to resist fracturing, i.e., “fracture toughness” decreases.<sup>8</sup> If there is a flaw in a reactor vessel wall that is embrittled due to neutron exposure, certain events can cause the flaw to propagate through the wall, resulting in a breach of the RPV and a possible accident.<sup>9</sup> Of significant concern is a PTS event, which is “characterized by a rapid cooling (i.e., thermal shock) of the internal RPV surface and downcomer, which may be followed by repressurization of the RPV.”<sup>10</sup> The possible triggers of a PTS event include “a pipe break or stuck-open valve in the primary pressure circuit,” or “a break of the main steam line.”<sup>11</sup>

On September 30, 2014, the NRC Staff (the Staff) published notice of Entergy’s LAR,<sup>12</sup> and concluded that the LAR presents “no significant hazards consideration” under 10 C.F.R. § 50.92(c).<sup>13</sup> In response to the LAR notice, Petitioners filed the instant petition to intervene and request for a hearing.<sup>14</sup>

---

available at <http://www.nrc.gov/reading-rm/doc-collections/nuregs/staff/sr1806/v1/> [hereinafter Alternate PTS Rule Technical Basis Report].

<sup>8</sup> Id. at xx.

<sup>9</sup> See id. at xix.

<sup>10</sup> Id.

<sup>11</sup> Id.; see also 75 Fed. Reg. at 14. As the Alternate PTS Rule Technical Basis Report further explains, during these scenarios, “the water level in the core drops as a result of” depressurization or leaks. Alternate PTS Rule Technical Basis Report at xix. Emergency makeup water is then added to the reactor cooling loop, either manually or automatically, to keep the reactor core covered with water. Id. As the makeup water is much colder than the water in the reactor, a rapid cooling of the outside reactor wall results. Id. For over-embrittled RPVs, the temperature shock “could be sufficient to initiate a running crack, which could propagate all the way through the vessel wall.” Id. As the reactor is still producing heat, even in a shutdown mode, the RPV could re-pressurize, adding additional stress to the already-propagating crack. See id. at xix, xxiv, xxv (“A major contributor to the risk-significance of [certain PTS events] is the return to full system pressure” after cold makeup water is introduced. This could occur, for example, when a stuck-open valve recloses.)

<sup>12</sup> Biweekly Notice, Applications and Amendments to Facility Operating Licenses and Combined Licenses Involving No Significant Hazards Considerations, 79 Fed. Reg. 58,812, 58,814–16 (Sept. 30, 2014).

<sup>13</sup> Id. at 58,815 (“The NRC staff has reviewed the licensee’s analysis and, based on this review, it appears that the three standards of 10 CFR 50.92(c) are satisfied. Therefore, the NRC staff

Petitioners' statement of their contention is:

The licensing framework that the NRC is applying to allow Palisades to continue to operate until August 2017 includes both non-conservative analytical changes and mathematically dubious comparisons to allegedly similar "sister" reactor vessels. Palisades' neutron embrittlement dilemma continues to worsen as the plant ages, and Palisades has repeatedly requested life extensions which have ignored and deferred worsening embrittlement characteristics of the RPV for decades. Presently, Entergy plans to deviate from the regulatory requirements of 10 C.F.R. § 50.61 to §50.61a (Alternate Fracture Toughness Requirements). This new amendment request introduces further non-conservative analytical assumptions into the troubled forty-three (43) year operational history of Palisades. Entergy's License Amendment Request (LAR) contains an equivalent margins evaluation, which is an untried methodological approach.<sup>15</sup>

Petitioners' hearing request was referred to this Board for consideration.<sup>16</sup> Both Entergy and the Staff have filed answers opposing the Amended Petition,<sup>17</sup> to which Petitioners have filed a reply.<sup>18</sup> On March 25, 2015, the Board heard oral argument on standing and contention admissibility.<sup>19</sup>

---

proposes to determine that the amendment request involves no significant hazards consideration.").

<sup>14</sup> Amended Petition.

<sup>15</sup> Id. at 11–12.

<sup>16</sup> Entergy Nuclear Operations, Inc.; Establishment of Atomic Safety and Licensing Board, 79 Fed. Reg. 77,041 (Dec. 23, 2014); see also Memorandum from Richard J. Laufer, Acting Secretary of the Commission, to E. Roy Hawkens, Chief Administrative Judge, Atomic Safety & Licensing Board Panel, Referring the Amended Petition to the Atomic Safety & Licensing Board Panel for Disposition (Dec. 11, 2014).

<sup>17</sup> Entergy's Answer Opposing Petition to Intervene and Request for Hearing (Jan. 12, 2015) [hereinafter Entergy Answer]; NRC Staff Answer.

<sup>18</sup> Petitioners' Combined Reply in Support of Amended Petition to Intervene and for a Public Adjudication Hearing of Entergy License Amendment Request for Authorization to Implement 10 CFR §50.61a, 'Alternate Fracture Toughness Requirements for Protection Against Pressurized Thermal Shock Events' (Jan. 20, 2015) [hereinafter Reply].

<sup>19</sup> Transcript of Oral Argument on Contention Admissibility (Mar. 25, 2015) [hereinafter Tr.].

### III. Regulatory Background

#### A. The 1985 PTS Rule & Embrittlement Screening Program (10 C.F.R. § 50.61)

In 1985, the NRC implemented a mandatory program to monitor PWR RPVs for embrittlement over time, coupled with screening limits to prevent over-embrittled reactors from operating.<sup>20</sup> The program to monitor PWR RPVs is described in 10 C.F.R. Part 50, Appendix H, and is titled “Reactor Vessel Material Surveillance Program Requirements” (Surveillance Program).<sup>21</sup> The purpose of the Surveillance Program “is to monitor changes in the fracture toughness properties of ferritic materials [iron-based metals, such as steel] . . . which result from exposure of these materials to neutron irradiation and the thermal environment.”<sup>22</sup> The Surveillance Program relies on physical material samples, also known as specimens, capsules, or coupons,<sup>23</sup> “which are withdrawn periodically from the reactor vessel.”<sup>24</sup> The NRC must pre-approve the schedule for removing material samples from the reactor vessel.<sup>25</sup>

---

<sup>20</sup> See Analysis of Potential Pressurized Thermal Shock Events, Final Rule, 50 Fed. Reg. 29,937 (July 23, 1985) (creating the screening criteria); Fracture Toughness and Surveillance Program Requirements, Final Rule, 38 Fed. Reg. 19,012 (July 17, 1973) (creating the program to monitor PWR RPVs).

<sup>21</sup> 10 C.F.R. pt. 50, app. H (capitalization modified).

<sup>22</sup> Id. pt. 50, app. H(I).

<sup>23</sup> Amended Petition at 11; Cleveland Electric Illuminating Co. (Perry Nuclear Power Plant, Unit 1), CLI-93-21, 38 NRC 87, 89 (1993).

<sup>24</sup> 10 C.F.R. pt. 50, app. H(I). The NRC’s regulations further require that the physical specimens “be located near the inside vessel wall in the beltline region so that the specimen irradiation history duplicates, to the extent practicable within the physical constraints of the system, the neutron spectrum, temperature history, and maximum neutron fluence experienced by the reactor vessel inner surface.” Id. pt. 50, app. H(III)(B)(2).

<sup>25</sup> Id. pt. 50, app. H(III)(B)(3). The NRC’s regulations also allow for an “integrated” Surveillance Program among similar reactors, if the reactors “have sufficiently similar design and operating features to permit accurate comparisons of the predicted amount of radiation damage.” Id. pt. 50, app. H(III)(C). The regulations also allow for an exemption from the Surveillance Program if a reactor’s lifetime irradiation levels are below a certain threshold. Id. pt. 50, app. H(III)(A) (applying to reactors which can conservatively demonstrate by experiments on similar vessels that “the peak neutron fluence at the end of the design life of the vessel will not exceed  $10^{17}$  [neutrons per centimeter squared] (E >1MeV [mega electron volt])”).

While Appendix H establishes the Surveillance Program by which the RPVs are monitored for fracture toughness, the actual screening limits are established in 10 C.F.R. § 50.61, entitled “Fracture toughness requirements for protection against pressurized thermal shock events.”<sup>26</sup> Section 50.61 establishes an analytical approach that relies on data gathered from the Surveillance Program to calculate the RPV wall’s fracture toughness, and compares it with a safety limit that cannot be exceeded.<sup>27</sup>

In the NRC’s regulations, steel fracture toughness is represented by proxy as a temperature value, known as “reference temperature.” As explained by the Staff, “[r]eference temperature is the metric that the NRC uses to quantitatively assess brittleness, so these terms may be regarded as synonymous. Steel having a high ‘reference temperature’ also has a higher degree of brittleness than steel with a low reference temperature.”<sup>28</sup> This is because the ability of steel to resist fracture changes as a function of temperature. When steel is at high temperatures, it can retain its ductility and related ability to resist fracturing from PTS events, even after extended periods of neutron irradiation.<sup>29</sup> On the other hand, at very low temperatures, steel is naturally brittle, and even unirradiated steel can potentially suffer brittle

---

<sup>26</sup> 10 C.F.R. § 50.61 (emphasis removed).

<sup>27</sup> See id. § 50.61(c)(2)(i) (“Results from the plant-specific surveillance program must be integrated into the [fracture toughness] estimate if the plant-specific surveillance data has been deemed credible . . . .”); Alternate PTS Rule Technical Basis Report at xx (“The surveillance results are then used together with the formulae and tables in 10 CFR 50.61 to estimate the fracture toughness” of the RPV wall.).

<sup>28</sup> John B. Giessner, Division of Reactor Projects, Summary of the March 19, 2013, Public Meeting Webinar Regarding Palisades Nuclear Plant, encl. 2 at 4 (Apr. 18, 2013) (ADAMS Accession No. ML13108A336) [hereinafter Palisades Webinar].

<sup>29</sup> See Alternate PTS Rule Technical Basis Report at xxxviii–xxxix (noting that with steel at high temperatures “cleavage cannot occur”). A “Cleavage fracture” is the type of fracture associated with fracture of brittle materials. See id. at xxxviii. The Board at times cites to certain Staff guidance documents, such as the Alternate PTS Rule Technical Basis Report, to help explain the background science behind the phenomena at issue in this proceeding. This does not mean, however, that the Board necessarily adopts the Staff’s conclusions put forward in these documents as to whether Palisades’ LAR meets the relevant regulatory requirements. See infra Section V(B) (Scope of Review of License Amendments).



failure.<sup>30</sup>

The point at which steel transitions from the high-temperature, fracture-resistant-state, to the low-temperature, brittle state, is called the “RT<sub>NDT</sub>,” or “Transition fracture toughness reference temperature,” or more simply “reference temperature.”<sup>31</sup> As described by Staff guidance documents, this transition point depends primarily on two factors: (i) material composition and (ii) cumulative irradiation by high-energy neutrons.<sup>32</sup> As steel is exposed to more high-energy neutrons (i.e., its fluence increases),<sup>33</sup> RT<sub>NDT</sub> increases concurrently.<sup>34</sup> Thus, as fluence increases, the steel stays brittle at higher and higher temperatures, and it is therefore more likely to fracture as a result of PTS events.

The NRC established screening limits in 10 C.F.R. § 50.61 (the Current Screening Criteria) to reduce the risk that a PTS event will result in an RPV fracture. The screening limits are expressed as temperature values. When the reference temperature of an RPV is above this screening limit, the RPV is considered to have an unreasonably high risk of fracture from a PTS

---

<sup>30</sup> See id. at xxxviii–xxxix (noting that with steel at low temperatures, “fracture occurs by cleavage”).

<sup>31</sup> Id. at xxxiv. “NDT” stands for Nil-Ductility Temperature. Id. at xxxi.

<sup>32</sup> Id. at xx (“[T]ransition temperatures increase as a result of irradiation damage throughout the operational life of the vessel.”); id. § 2.1.3 (discussing the factors affecting fracture toughness); id. § 2.4.2 (limiting the fluence to only high-energy “fast” neutrons, which have energies above one mega electron volt).

<sup>33</sup> Fluence is the integral of the neutron flux over time. The neutron flux is the total distance traversed by neutrons within a unit volume of material within one unit of time. Typically the unit volume is one cubic centimeter and the unit time is one second. Thus the unit of neutron flux is neutron-centimeter/centimeter<sup>3</sup>-second, typically expressed as neutrons/centimeter<sup>2</sup>-second. See Samuel Glasstone and Alexander Sesonske, Nuclear Reactor Engineering § 2.118 (Van Nostrand Reinhold Co. 1967).

<sup>34</sup> See Alternate PTS Rule Technical Basis Report § 2.4.1 (discussing the index temperature approach to characterizing fracture toughness in ferritic materials).

event.<sup>35</sup> The PTS “screening criterion is 270 °F for plates, forgings, and axial weld materials, and 300 °F for circumferential weld materials.”<sup>36</sup>

If the  $RT_{NDT}$  values projected at specific areas of the RPV for the end of life of the plant, known as  $RT_{PTS}$ ,<sup>37</sup> surpass the Current Screening Criteria, the licensee must submit a safety analysis and obtain the approval of the Office of Nuclear Reactor Regulation to continue to operate.<sup>38</sup> If that office does not approve continued operation based on the licensee’s safety analysis, the licensee must request an opportunity to modify the RPV or related reactor systems to “reduce the potential for failure of the reactor vessel due to PTS events.”<sup>39</sup>

**B. The Alternate PTS Rule & Embrittlement Screening Program (10 C.F.R. § 50.61a)**

While no reactor is expected to exceed the Current Screening Criteria established in Section 50.61 during its 40 year operating license, some plants “are likely to exceed the screening criteria during the extended period of operation of their first license renewal.”<sup>40</sup> The Staff has noted that Palisades in particular is one of the first plants likely to exceed the Current Screening Criteria, as Palisades’ RPV is “constructed from some of the most irradiation-

---

<sup>35</sup> See 10 C.F.R. § 50.61(b)(2). The Current Screening Criteria “correspond to a limit of  $5 \times 10^{-6}$  events/year on the annual probability of developing a through-wall crack” in the RPV. Alternate PTS Rule Technical Basis Report at xx.

<sup>36</sup> 10 C.F.R. § 50.61(b)(2); see also 75 Fed. Reg. at 13 (“The current PTS rule . . . establishes screening criteria below which the potential for a reactor vessel to fail due to a PTS event is deemed to be acceptably low.”).

<sup>37</sup> 10 C.F.R. § 50.61(a)(7) (“ $RT_{PTS}$  means the reference temperature,  $RT_{NDT}$ , evaluated for the [end of life] Fluence for each of the vessel beltline materials.”); Alternate PTS Rule Technical Basis Report § 11.2 (“10 CFR 50.61 defines  $RT_{PTS}$  as the maximum  $RT_{NDT}$  of any region in the vessel (a region is an axial weld, a circumferential weld, a plate, or a forging) evaluated at the peak fluence occurring in that region.”).

<sup>38</sup> 10 C.F.R. § 50.61(b)(3)–(5).

<sup>39</sup> *Id.* § 50.61(b)(6).

<sup>40</sup> 75 Fed. Reg. at 13.

sensitive materials in commercial reactor service today.”<sup>41</sup> This concern, as well as significant advancements in failure analysis and materials knowledge, prompted the NRC to reexamine the Section 50.61 approach for projecting fracture toughness and the Current Screening Criteria.<sup>42</sup>

In August 2007, the NRC issued NUREG-1806, “Technical Basis for Revision of the [PTS] Screening Limit in the PTS Rule (10 CFR 50.61).” That report summarized the results of a five year study by the NRC, the purpose of which “was, to develop the technical basis for revision of the Pressurized Thermal-Shock (PTS) Rule.”<sup>43</sup> The report concluded that through-wall cracks were much harder to create in RPVs than initially thought, and occurred in fewer circumstances.<sup>44</sup> The report thus recommended a more detailed approach to setting screening criteria that would take into account the varying conditions along different parts of the RPV.<sup>45</sup> The report also recommended removing the “margin term” that had been included in the Current Screening Criteria to account for unknown factors, because essentially all factors are now known and are effectively quantified.<sup>46</sup>

On October 3, 2007, the Staff published a notice of proposed rulemaking.<sup>47</sup> The rulemaking notice stated that the Alternate PTS Rule Technical Basis Report “conclude[d] that the risk of through-wall cracking due to a PTS event is much lower than previously estimated,”

---

<sup>41</sup> Alternate PTS Rule Technical Basis Report at xxii.

<sup>42</sup> See Alternate Fracture Toughness Requirements for Protection Against Pressurized Thermal Shock Events, Proposed Rule, 72 Fed. Reg. 56,275, 56,276 (Oct. 3, 2007); Alternate PTS Rule Technical Basis Report at iii, xx–xxiii.

<sup>43</sup> Alternate PTS Rule Technical Basis Report at xix.

<sup>44</sup> See id. at xx–xxiii.

<sup>45</sup> Id. at xxv (“Specifically, we recommend a reference temperature for flaws occurring along axial weld fusion lines ( $RT_{AW}$  or  $RT_{AW-MAX}$ ), another for flaws occurring in plates or in forgings ( $RT_{PL}$  or  $TR_{PL-MAX}$ ), and a third for flaws occurring along circumferential weld fusion lines ( $RT_{CW}$  or  $RT_{CW-MAX}$ ).”).

<sup>46</sup> Id. at xxvii.

<sup>47</sup> 72 Fed. Reg. 56,275.

and that “[t]his finding indicates that the screening criteria in 10 CFR 50.61 are unnecessarily conservative.”<sup>48</sup> On January 4, 2010, the NRC issued the final rule, creating 10 C.F.R. § 50.61a.

The Alternate PTS Rule makes two important changes.<sup>49</sup> First, Section 50.61a replaces the relatively broad Current Screening Criteria (270 °F for plates, forgings, and axial weld materials, and 300 °F for circumferential weld materials) with more detailed Alternate Screening Criteria.<sup>50</sup> The Alternate Screening Criteria consist of eighteen different reference temperature limits that depend on RPV wall thickness and the part of the RPV under consideration.<sup>51</sup>

The Alternate PTS Rule also changes how licensees derive projected reference temperatures for the components of their RPVs.<sup>52</sup> Section 50.61a relies on a probabilistic “embrittlement model” to predict future reference temperatures across the RPV, which is then verified by existing surveillance data in a process called the “consistency check.”<sup>53</sup> Section 50.61, by contrast, continuously integrates surveillance data into future embrittlement projections.<sup>54</sup>

---

<sup>48</sup> Id. at 56,276.

<sup>49</sup> Otherwise, like the old rule, the new rule provides measures for ongoing reporting, 10 C.F.R. § 50.61a(d)(1), and mitigation processes for licensees if they project they will exceed (or they do exceed) the Alternate PTS Rules’ screening criteria. Id. § 50.61a(d)(2)–(7).

<sup>50</sup> 75 Fed. Reg. at 18.

<sup>51</sup> 10 C.F.R. § 50.61a(g) tbl. 1.

<sup>52</sup> See Id. § 50.61a(f), (f)(6)(B)(ii).

<sup>53</sup> Id.

<sup>54</sup> Compare id. § 50.61a(f)(6)(i) (requiring that a licensee perform a “consistency check” of its embrittlement model against available surveillance data), and Alternate PTS Rule Technical Basis Report § 3.1.1 (The Alternate PTS Rule is designed to “enable all commercial PWR licensees to assess the state of their RPVs relative to such a new criterion without the need to make new material property measurements,” instead using “only information that is currently available.”), with 10 C.F.R. § 50.61(c)(2)(i) (requiring that “plant-specific surveillance data must be integrated into the RT<sub>NDT</sub> estimate”), and Alternate PTS Rule Technical Basis Report § 2.4.2

In the final rulemaking notice, the Commission concluded that the new “estimation procedures provide a better (compared to the existing regulation) method for estimating the fracture toughness of reactor vessel materials over the lifetime of the plant.”<sup>55</sup> The final rulemaking notice stated that the Alternate PTS Rule “provides reasonable assurance that licensees operating below the screening criteria could endure a PTS event without fracture of vessel materials, thus assuring integrity of the reactor pressure vessel.”<sup>56</sup> Furthermore, the final rulemaking stated that “[t]he final rule will not significantly increase the probability or consequences of accidents, result in changes being made in the types of any effluents that may be released off site, or result in a significant increase in occupational or public radiation exposure.”<sup>57</sup>

**C. Applying to Use the Alternate PTS Rule**

To take advantage of the Alternate PTS Rule, a licensee must request approval from the Office of Nuclear Reactor Regulation, in accordance with the procedures for submitting a license amendment under 10 C.F.R. § 50.90. The application must contain: (i) under Section 50.61a(f), the projected embrittlement reference temperatures along various portions of the RPV, from now to a future point, compared to the Alternate Screening Criteria; and (ii) under Section 50.61a(e), an assessment of flaws in the RPV.<sup>58</sup>

In calculating embrittlement reference temperatures under Section 50.61a(f), a licensee must calculate neutron flux through the RPV “using a methodology that has been benchmarked

---

(Under the Current PTS Rule, material samples “from RPV surveillance programs provide the empirical basis to establish embrittlement trend curves . . .”).

<sup>55</sup> 75 Fed. Reg. at 18.

<sup>56</sup> Id. at 22.

<sup>57</sup> Id.

<sup>58</sup> 10 C.F.R. § 50.61a(c)(1)–(2). Under Section 50.61a, the licensee must separately examine for flaws in the reactor vessel. Id. § 50.61a(c)(2). The analysis of flaws in the Palisades RPV is not in dispute in this proceeding.

to experimental measurements and with quantified uncertainties and possible biases.”<sup>59</sup> From that point, the licensee must establish  $RT_{NDT(U)}$  for various key points along the RPV.<sup>60</sup> Then a licensee uses a series of equations and charts provided in the rule to create an embrittlement model. That model projects the reference temperatures for various parts of the RPV at the end of life of the plant, known in the new rule as  $RT_{MAX-X}$ .<sup>61</sup> The embrittlement model allows for calculations of  $RT_{MAX-X}$  across the RPV using probabilistic analyses, without having to rely on measured data.<sup>62</sup> The  $RT_{MAX-X}$  values are compared to the Alternate Screening Criteria to determine whether the RPV is safe to operate.<sup>63</sup>

Importantly, as calculations of  $RT_{MAX-X}$  are made analytically, without directly incorporating surveillance data, licensees have to verify that their calculations at the time of the application match up with surveillance data.<sup>64</sup> To do so, licensees have to perform the “consistency check” of their calculations for specific materials against “heat-specific surveillance data that are collected as part of 10 CFR part 50, Appendix H, surveillance programs.”<sup>65</sup> The purpose of the check is to “determine if the surveillance data show a significantly different trend

---

<sup>59</sup> Id. § 50.61a(f).

<sup>60</sup> Id. § 50.61a(f)(4).  $RT_{NDT(U)}$  is the nil-ductility reference temperature for the RPV material in the annealed state, before the reactor was operational. Id. If measured values are not available, a licensee can use a set of generic mean values. Id. § 50.61a(f)(4)(i), (ii).

<sup>61</sup> Id. § 50.61a(f)(1)–(3). “ $RT_{MAX-X}$  is the equivalent term for  $RT_{PTS}$  in 10 CFR 50.61a.” Proposed Rulemaking — Alternate Fracture Toughness Requirements for Protection Against Pressurized Thermal Shock Events (RIN 3150-AI01), SECY-07-0104 (June 25, 2007).

<sup>62</sup> See supra note 54.

<sup>63</sup> See 10 C.F.R. § 50.61a(c)(3).

<sup>64</sup> Id. § 50.61a(f)(6)(i).

<sup>65</sup> 75 Fed. Reg. at 16. The regulatory history of the Alternate PTS Rule and associated draft guidance indicates that uncertainty in surveillance data measurements may be a concern, which licensees’ applications should address. See id. at 16–17 (discussing potential concerns with variability in surveillance data); Regulatory Guidance on the Alternate Pressurized Thermal Shock Rule, Draft Regulatory Guide DG-1299 at 12 (Mar. 2015) [hereinafter DG-1299] (“The input variables to [the equations comprising the consistency check] are subject to variability and are often based on limited data,” particularly fluence.).

than the embrittlement model predicts.”<sup>66</sup> The check includes three statistical analyses that compare the model’s inputs, fluence and material properties, with the model’s output, reference temperature.<sup>67</sup>

The consistency check is required “[i]f three or more surveillance data points measured at three or more different neutron fluences exist for a specific material.”<sup>68</sup> The surveillance data must consist of material samples that are the same composition, or “heat,” as the materials being evaluated by the model.<sup>69</sup> The surveillance data, however, need not be obtained from the same RPV that is the subject of the license amendment: “Surveillance data means any data that demonstrates the embrittlement trends for the beltline materials, including, but not limited to, surveillance programs at other plants with or without a surveillance program integrated under 10 CFR part 50, appendix H.”<sup>70</sup> If, however, “fewer than three surveillance data points exist for a specific material, then the embrittlement model must be used without performing the consistency check.”<sup>71</sup>

In the event the embrittlement model deviates from the physical samples over the limits specified in the regulation, the licensee must submit additional evaluations and seek approval

---

<sup>66</sup> 10 C.F.R. § 50.61a(f)(6)(i)(B).

<sup>67</sup> 75 Fed. Reg. at 16 (“The NRC is modifying the final rule to include three statistical tests to determine the significance of the differences between heat-specific surveillance data and the embrittlement trend curve.”). The consistency check compares the mean and slope of the embrittlement model curve against surveillance data, as well as checks to confirm that outliers fall within acceptable residual values provided in the regulation. See 10 C.F.R. § 50.61a(f)(6)(ii)–(v).

<sup>68</sup> 10 C.F.R. § 50.61a(f)(6)(i)(B).

<sup>69</sup> Id. § 50.61a(f)(6)(i)(A). Specifically, the regulation states, “[t]he surveillance material must be a heat-specific match for one or more of the materials” being evaluated through the embrittlement model. Id. The term “heat-specific,” however, is not defined in the regulation or in the Alternate PTS Rule Technical Basis Report. The rulemaking, nonetheless, indicates that “heat-specific” refers to a material of the same composition as the type being modelled. See 75 Fed. Reg. at 16.

<sup>70</sup> 10 C.F.R. § 50.61a(a)(10) (emphasis added).

<sup>71</sup> Id. § 50.61a(f)(6)(i)(B).

for the deviations from the Director of the Office of Nuclear Reactor Regulation.<sup>72</sup> The rule, however, gives licensees some discretion in considering other plant-specific information that may be helpful in aligning their embrittlement models with the surveillance data.<sup>73</sup>

**D. The Palisades LAR**

Palisades submitted its LAR on July 29, 2014.<sup>74</sup> This appears to be the first instance in which a nuclear power plant licensee has requested a license amendment under the Alternate PTS Rule, 10 C.F.R. § 50.61a.<sup>75</sup> Palisades' LAR was accompanied by an "Alternate Pressurized Thermal Shock (PTS) Rule Evaluation for Palisades" (Palisades Alternate PTS Rule Evaluation). It described the results of Entergy's evaluation of the Palisades RPV, pursuant to Section 50.61a.<sup>76</sup> It also provided Palisades' embrittlement model and  $RT_{MAX-X}$  calculations across various parts of the RPV,<sup>77</sup> the result of checks against surveillance data,<sup>78</sup> and an analysis of flaws in the RPV.<sup>79</sup>

---

<sup>72</sup> Id. § 50.61a(f)(6)(vi).

<sup>73</sup> Id. § 50.61a(f)(6) ("The licensee shall verify that an appropriate  $RT_{MAX-X}$  value has been calculated for each reactor vessel beltline material by considering plant-specific information that could affect the use of the model . . . ."); 75 Fed. Reg. at 17 ("[T]he rule does not specify a method for adjusting the [model] value based on surveillance data, but rather requires the licensee to propose a case-specific [model] adjustment procedure . . . . [I]t is the NRC view that appropriate plant-specific adjustments based upon available surveillance data may be necessary to project reactor pressure vessel embrittlement for the purpose of this rule.").

<sup>74</sup> See LAR.

<sup>75</sup> See Tr. at 35.

<sup>76</sup> Palisades Alternate PTS Rule Evaluation at v.

<sup>77</sup> Id. §§ 3.1, 8.

<sup>78</sup> Id. § 3.2.

<sup>79</sup> Id. § 3.3.



The embrittlement model was checked against surveillance data for three different materials, one material representing the “base metal” for the Palisades RPV upper walls<sup>80</sup> and two materials representing different types of connecting welds.<sup>81</sup> Entergy acknowledged that its embrittlement model had to be checked against surveillance data for these three materials, because “the materials listed have at least three data points at three or more different neutron fluences,” triggering the requirement to do a check under 10 C.F.R. § 50.61a(f)(6)(i)(B).<sup>82</sup>

The surveillance data representing the upper “base metal” of the RPV came from material samples taken directly from the Palisades RPV at different points in its operating life.<sup>83</sup> For the weld materials, there were not enough material samples pulled directly from the Palisades RPV to allow for a sufficient check.<sup>84</sup> Therefore, the surveillance data also “contain[ed] sister plant material data from H. B. Robinson Unit 2 (HB2), Indian Point Units 2 and 3 (IP2 and IP3), and Diablo Canyon Unit I (DCI),” other PWRs.<sup>85</sup> Entergy attested that these material samples from the sister plants were either of the same “Material Identification (Heat No.),” or same general type of material as the materials in the Palisades reactor.<sup>86</sup> The

---

<sup>80</sup> Id. § 6 (“The base metal surveillance material is a heat-specific match for upper shell plate D-3802-1 and intermediate shell plates D-3803-1 and D-3803-3 (Heat C-1279).”).

<sup>81</sup> Id. (“The weld wire surveillance materials are heat-specific matches for the upper, intermediate, and lower shell longitudinal welds (Heat W5214) and the intermediate to lower shell circumferential weld (Heat 27204).”).

<sup>82</sup> Id. § 8.

<sup>83</sup> Id. tbl. 6-1.

<sup>84</sup> Compare 10 C.F.R. § 50.61a(f)(6)(i)(B) (requiring three or more samples to conduct a consistency check), with Palisades Alternate PTS Rule Evaluation tbls. 6-2 to 6-3 (only two samples from Palisades available for each weld material type analyzed).

<sup>85</sup> Palisades Alternate PTS Rule Evaluation § 6, tbls. 6-2 to 6-3.

<sup>86</sup> Id. tbl. 8.5.

fluence and reference temperatures shifts<sup>87</sup> for each material sample were provided to compare against the model.<sup>88</sup>

Entergy checked its embrittlement model against the surveillance data for the three material types for which such data was available,<sup>89</sup> and found that the results “satisfy the criteria in the Alternate PTS Rule.”<sup>90</sup> Thus, Entergy concluded that its embrittlement model provided a satisfactory means to estimate RPV embrittlement under Section 50.61a.<sup>91</sup>

#### **IV. Petitioners’ Standing to Participate in this Proceeding**

Entergy, but not the Staff, disputes Petitioners’ standing. We conclude that Petitioners have satisfied the requirements for representational standing.

##### **A. General Requirements for Standing**

A petitioner’s participation in a licensing proceeding requires a demonstration of standing. This requirement is derived from Section 189a of the Atomic Energy Act of 1954 (AEA),<sup>92</sup> which instructs the NRC to provide a hearing “upon the request of any person whose interest may be affected by the proceeding.”<sup>93</sup> The Commission’s regulation implementing the standing requirement, 10 C.F.R. § 2.309(d), directs a licensing board to consider (1) the nature of the petitioner’s right under the AEA or the National Environmental Policy Act to be made a party to the proceeding; (2) the nature and extent of the petitioner’s property, financial, or other

---

<sup>87</sup> The reference temperature shift, or  $\Delta T_{30}$ , is simply the difference in reference temperature from the unirradiated to the post-irradiated states. See id. § 3.1; see also 10 C.F.R. § 50.61a, equations 1, 5.

<sup>88</sup> Palisades Alternate PTS Rule Evaluation tbls. 6-2 to 6-3, 8-7 to 8-8.

<sup>89</sup> Id. § 8.2.

<sup>90</sup> Id.; see also id. § 9.

<sup>91</sup> Id. § 9.

<sup>92</sup> 42 U.S.C. § 2011 et seq.

<sup>93</sup> Id. § 2239(a)(1)(A); see also 10 C.F.R. § 2.105 (providing an opportunity for a hearing for “an amendment to an operating license, combined license, or manufacturing license”).

interest in the proceeding; and (3) the possible effect of any decision or order that may be issued in the proceeding on the petitioner's interest.<sup>94</sup> When assessing whether an individual or organization has set forth a sufficient interest, the Commission has applied contemporaneous judicial concepts of standing, under which the petitioner must allege "a concrete and particularized injury that is fairly traceable to the challenged action and is likely to be redressed by a favorable decision."<sup>95</sup>

In certain circumstances, the Commission has adopted a proximity presumption that allows a petitioner living,<sup>96</sup> having frequent contacts,<sup>97</sup> or having a significant property interest<sup>98</sup> within fifty miles of a nuclear power reactor to establish standing without the need to make an individualized showing of injury, causation, and redressability.<sup>99</sup> The Commission has explained that the proximity presumption applies when there are "clear implications for the offsite environment, or major alterations to the facility with a clear potential for offsite consequences."<sup>100</sup> This impact can be assumed in such major actions as "construction permit and operating license proceedings for power reactors."<sup>101</sup> However, for the proximity

---

<sup>94</sup> 10 C.F.R. § 2.309(d)(1)(ii)-(iv).

<sup>95</sup> Perry, CLI-93-21, 38 NRC at 92 (citing Lujan v. Defenders of Wildlife, 504 U.S. 555, 561 (1992)); see also, e.g., Yankee Atomic Electric Co. (Yankee Nuclear Power Station), CLI-98-21, 49 NRC 185, 195 (1998); Ga. Inst. of Tech. (Ga. Tech Research Reactor), CLI-95-12, 42 NRC 111, 115 (1995).

<sup>96</sup> Fla. Power & Light Co. (St. Lucie Nuclear Power Plant, Units 1 & 2), CLI-89-21, 30 NRC 325, 329 (1989) ("[L]iving within a specific distance from the plant is enough to confer standing on an individual or group in proceedings for construction permits, operating licenses, or significant amendments thereto.").

<sup>97</sup> Sequoyah Nuclear Fuels Corp. et al. (Gore, Okla. Site), CLI-94-12, 40 NRC 64, 75 (1994) (stating that the proximity presumption also applies to "persons who have frequent contacts in the area near a nuclear power plant").

<sup>98</sup> USEC, Inc. (Am. Centrifuge Plant), CLI-05-11, 61 NRC 309, 314 (2005).

<sup>99</sup> St. Lucie, CLI-89-21, 30 NRC at 329.

<sup>100</sup> See id.

<sup>101</sup> Id.

presumption to apply in the more limited license amendment proceedings, the proposed amendment must “‘obvious[ly]’ entail[] an increased potential for offsite consequences.”<sup>102</sup>

Also, when, as here, an organization petitions to intervene in a proceeding, it must demonstrate either organizational or representational standing. To demonstrate organizational standing, the petitioner must show “injury-in-fact” to the interests of the organization itself.<sup>103</sup> When an organization seeks to establish representational standing, it must demonstrate that at least one of its members would be affected by the proceeding and identify that member. Moreover, the organization must show that the identified members would have standing to intervene in their own right, and that they have authorized the organization to request a hearing on their behalf.<sup>104</sup> In addition, the interests that the representative organization seeks to protect must be germane to its own purpose, and neither the asserted claim nor the relief sought must require an individual member to participate in the organization’s legal action.<sup>105</sup>

---

<sup>102</sup> Fla. Power & Light Co. (Turkey Point Nuclear Plant, Units 3 & 4), LBP-08-18, 68 NRC 533, 539 (2008) (first modification in original) (quoting Commonwealth Edison Co. (Zion Nuclear Power Station, Units 1 & 2), CLI-99-04, 49 NRC 185, 191 (1999) (internal quotation marks omitted) (quoting in turn St. Lucie, CLI-89-21, 30 NRC at 329–30)); see also Fla. Power & Light Co. (Turkey Point Nuclear Plant, Units 3 & 4), LBP-01-6, 53 NRC 138, 148 (2001) (“[T]he rule laid down in St. Lucie is intended to be applied across the board to all proceedings regardless of type because the rationale underlying the proximity presumption is not based on the type of proceeding per se but on whether ‘the proposed action involves a significant source of radioactivity producing an obvious potential for offsite consequences.’” (quoting Ga. Tech, CLI-95-12, 42 NRC at 117)).

<sup>103</sup> See Calvert Cliffs 3 Nuclear Project, LLC et al. (Calvert Cliffs Nuclear Power Plant, Unit 3), CLI-09-20, 70 NRC 911, 915–16 (2009); Shaw Areva MOX Servs. (Mixed Oxide Fuel Fabrication Facility), LBP-07-14, 66 NRC 169, 183 (2007).

<sup>104</sup> See Gore, CLI-94-12, 40 NRC at 72 (“An organization seeking representational standing on behalf of its members may meet the ‘injury-in-fact’ requirement by demonstrating that at least one of its members, who has authorized the organization to represent his or her interest, will be injured by the possible outcome of the proceeding.”) (citing Houston Lighting & Power Co. (Allens Creek Nuclear Generating Station, Unit 1), ALAB-535, 9 NRC 377, 389–400 (1979)).

<sup>105</sup> Consumers Energy Co. (Palisades Nuclear Power Plant), CLI-07-18, 65 NRC 399, 409 (2007).

**B. Board Ruling on Petitioners' Standing**

Each of the petitioning organizations seeks representational standing on behalf of one of its members.<sup>106</sup> The organizations explain that their members “seek to protect their lives, health and property by opposing the license amendment,” and fear that the proposed amendment will lead to an increased risk of a loss-of-coolant accident because of a PTS event.<sup>107</sup> Petitioners argue that each individual has standing through the proximity presumption.<sup>108</sup> Petitioners argue that the proximity presumption applies in this proceeding as there is an obvious potential for offsite consequences generally in reactor operating license cases.<sup>109</sup>

Attached to the Amended Petition are affidavits of the four individual members. Bette Pierman is a member of Beyond Nuclear and resides approximately thirteen miles from Palisades.<sup>110</sup> Alice Hirt is a member of Don't Waste Michigan and resides approximately thirty-five miles from Palisades.<sup>111</sup> Maynard Kaufman is a member of Shoreline and resides approximately ten miles from Palisades.<sup>112</sup> Lastly, Gail Snyder is a member of NEIS, and, although she lives in Illinois, she owns five acres of land in Columbia, Michigan, approximately

---

<sup>106</sup> Amended Petition at 1, 3, 5.

<sup>107</sup> Id. at 4.

<sup>108</sup> Id. at 3. The Petitioners add that “[a]ll of the petitioning individuals live within 50 miles of [Palisades].” Id.

<sup>109</sup> Id. at 3–4 (citing Pac. Gas & Electric Co. (Diablo Canyon Power Plant Independent Spent Fuel Storage Installation), LBP-02-23, 56 NRC 413, 426–27 (2002)).

<sup>110</sup> Amended Petition, attach., Amended Declaration of Bette Pierman in Support of Petition to Request a Public Hearing and Leave to Intervene in Opposition to Operating License Amendment for Palisades Nuclear Plant (Dec. 9, 2014).

<sup>111</sup> Amended Petition, attach., Declaration of Alice Hirt in Support of Petition to Request a Public Hearing and Leave to Intervene in Opposition to Operating License Amendment for Palisades Nuclear Plant (Dec. 1, 2014).

<sup>112</sup> Amended Petition, attach., Declaration of Maynard Kaufman in Support of Petition to Request a Public Hearing and Leave to Intervene in Opposition to Operating License Amendment for Palisades Nuclear Plant (Nov. 26, 2014).

fifteen miles from Palisades.<sup>113</sup> She further states that “[m]y family members have camped on the land, and go there during the warm season on day trips,” and that she “lives, recreates and conducts business within the affected vicinity of the nuclear power plant.”<sup>114</sup> She fears not only for her family’s safety in the event of an accident at Palisades, but also that the land she owns “would become permanently uninhabitable.”<sup>115</sup> Each of the individuals authorizes the petitioning organizations of which they are members to represent them in this proceeding.<sup>116</sup>

### 1. Proximity Presumption

Entergy opposes Petitioners’ use of the proximity presumption, asserting that the Amended Petition lacks a specific, minimum demonstration that the license amendment portends an “obvious” potential for offsite consequences.<sup>117</sup> Entergy argues that Petitioners’ reliance on Diablo Canyon is mistaken because Diablo Canyon concerned the licensing of an Independent Spent Fuel Storage Facility, while “Petitioners cite no authority for proximity-based standing in a license amendment proceeding similar to this one.”<sup>118</sup> Entergy points to a 1998 Millstone decision, in which a licensing board declined to apply the proximity presumption, concluding that the proposed license amendment to add a safety-related sump pump subsystem to the existing system in the Engineered Safety Features building failed to present an obvious potential for offsite consequences.<sup>119</sup>

---

<sup>113</sup> Amended Petition, attach., Declaration of Gail Snyder in Support of Petition to Request a Public Hearing and Leave to Intervene in Opposition to Operating License Amendment for Palisades Nuclear Plant (Nov. 30, 2014) [hereinafter Gail Snyder Affidavit].

<sup>114</sup> Id.

<sup>115</sup> Id.

<sup>116</sup> Supra notes 110–113.

<sup>117</sup> Entergy Answer at 12–15.

<sup>118</sup> Id. at 13.

<sup>119</sup> Id. at 13–14 (citing Ne. Nuclear Energy Co. (Millstone Nuclear Power Station, Unit No. 3), LBP-98-22, 48 NRC 149, 155, aff’d, CLI-98-20, 48 NRC 183, 184 (1998)).

The Staff disagrees with Entergy, concluding that the proximity presumption does apply to the proposed license amendment. The Staff argues that license amendments related to RPV embrittlement present an obvious potential for offsite public health and safety consequences.<sup>120</sup> Petitioners in their reply similarly argue “that a pressurized thermal shock-caused failure of a reactor pressure vessel raises an ‘obvious potential for offsite consequences.’”<sup>121</sup> Petitioners also argue that the radius for the proximity presumption has to be at least as large as the range where obvious offsite consequences can occur.<sup>122</sup>

The Board finds that the proximity presumption applies to Petitioners. In Perry, cited by the Staff, a group of petitioners brought a contention concerning a license amendment to move “the schedule for the withdrawal of reactor vessel material specimens” from the technical specifications to the updated safety analysis report.<sup>123</sup> The petitioners argued that this move would limit their ability to challenge future amendments to the specimen withdrawal schedule.<sup>124</sup> The Commission concluded that “the instant amendment directly involves surveillance of the reactor vessel’s integrity . . . . The material condition of the plant’s reactor vessel obviously bears on the health and safety of those members of the public who reside in the plant’s

---

<sup>120</sup> NRC Staff Answer at 4 (quoting Perry, CLI-93-21, 38 NRC at 95–96).

<sup>121</sup> Reply at 15. Petitioners explain that, in St. Lucie, the Commission applied the proximity presumption even when the amendment only alleged “management’s lack of the required character and competence,” a less serious issue than alleged here. Id. (citing St. Lucie, CLI-89-21, 30 NRC 325)).

<sup>122</sup> See id. at 14–15 (citing Entergy Nuclear Operations and Entergy Nuclear Palisades, LLC (Palisades Nuclear Plant), CLI-08-19, 68 NRC 251, 254 (2008)). Petitioners argue that even if a reduced proximity presumption radius were to apply in this case, many of the petitioners live within ten to twenty miles of Palisades. Id. at 13–14 (citing Vt. Yankee Nuclear Power Corp. (Vt. Yankee Nuclear Power Station), LBP-87-7, 25 NRC 116, 118 (1987)).

<sup>123</sup> Perry, CLI-93-21, 38 NRC at 89.

<sup>124</sup> Id. at 90. According to the petitioners in Perry, “[i]f the license were amended, the public’s only means to participate in future schedule changes would be through a request for action under 10 C.F.R. § 2.206,” and the public would be unable to request a hearing in front of a licensing board. Id.

vicinity.”<sup>125</sup> The Commission determined that the petitioners had standing even though they did not provide a reactor vessel failure scenario.<sup>126</sup>

Petitioners’ contention relates to a similar potential injury, a release of radiation due to the potential failure of RPV integrity. It is obvious to this Board, as it was to the Commission in Perry, that a change in the safety-related requirements intended to ensure the integrity of the RPV “obviously bears on the health and safety of those members of the public who reside in the plant’s vicinity.”<sup>127</sup> That is all the more apparent in this case because, as Entergy acknowledges, the alternative regulatory requirements proposed by the license amendment are less conservative than those that the amendment is intended to replace.<sup>128</sup>

Entergy’s reliance on the licensing board decision in Millstone is misplaced.<sup>129</sup> The licensing board in that case was understandably confounded by the petitioner’s challenge to the addition of a safety system: “[E]ven assuming the instant amendment to add a safety-related sump pump subsystem to the existing sump pump system . . . somehow presents the potential for offsite environmental consequences, that potential is anything but obvious.”<sup>130</sup> The circumstances in Millstone are entirely different from those here, where the potential for offsite consequences from a failure of RPV integrity is obvious.<sup>131</sup>

---

<sup>125</sup> Id. at 95–96.

<sup>126</sup> Id. at 95.

<sup>127</sup> Id. at 95–96; see also Turkey Point, LBP-01-6, 53 NRC at 149–50 (stating that licensing actions that potentially increase reactor vessel embrittlement, such as license renewals, “hold the potential for offsite consequences that are obvious”).

<sup>128</sup> See Entergy Answer at 6–7.

<sup>129</sup> Millstone, LBP-98-22, 48 NRC at 149.

<sup>130</sup> Id. at 155.

<sup>131</sup> Entergy also alleges that the Amended Petition merely repeats arguments from a prior Palisades license renewal proceeding and is not specific to the license amendment at issue. Entergy Answer at 14. The Board disagrees with Entergy. The Amended Petition presents a specific argument geared towards the LAR. See Amended Petition at 11–22; cf. Millstone, LBP-



## 2. NEIS's Standing

Entergy separately challenges NEIS's standing, alleging that Ms. Snyder, the NEIS member petitioning to intervene, fails to meet the proximity presumption in her own right.<sup>132</sup> Entergy argues that Ms. Snyder's affidavit is not sufficiently specific to show frequent contact within fifty miles of Palisades,<sup>133</sup> as it does not provide an address for her property or give the duration of her family members' visits.<sup>134</sup> Furthermore, Entergy asserts that Ms. Snyder cannot request standing on the basis of third parties, given that "Ms. Snyder's declaration does not claim that she ever visits her property."<sup>135</sup>

The Staff maintains, however, that Ms. Snyder demonstrates standing. Although the Staff agrees with Entergy that she may not be able to claim standing based on her family's activities or the frequency of her own contacts, it notes that a "harm to a property interest is also sufficient to establish standing."<sup>136</sup> The Staff acknowledges Ms. Snyder's concern that her property could become uninhabitable in the event of an accident at Palisades.<sup>137</sup> Petitioners reply that Ms. Snyder also "camps and picnics" on the property she owns.<sup>138</sup>

---

98-22, 48 NRC at 155–56 (A petition was not sufficiently specific when it "merely repeat[ed] the contents of [the petitioner's] earlier petition" concerning a prior license amendment.).

<sup>132</sup> Entergy Answer at 15.

<sup>133</sup> Id. at 15–16 (citing Bell Bend, CLI-10-07, 71 NRC at 136, 140).

<sup>134</sup> Id. at 16.

<sup>135</sup> Id. Entergy cites as support a licensing board decision in Fermi, in which a mother was allegedly denied standing based on her son's residence within fifty miles of a power plant, because she herself lived more than fifty miles away. See id. at 16–17 (citing Detroit Edison Co. (Enrico Fermi Atomic Power Plant, Unit 2), ALAB-470, 7 NRC 473, 474 n.1 (1978)).

<sup>136</sup> NRC Staff Answer at 5 n.17 (citing Am. Centrifuge, CLI-05-11, 61 NRC at 314).

<sup>137</sup> Id.

<sup>138</sup> Reply at 14.

Energy is correct that Ms. Snyder cannot gain standing from the interests of third parties except in very limited circumstances not present here.<sup>139</sup> Moreover, to demonstrate “frequent contacts” within the fifty mile site radius under the proximity presumption, Ms. Snyder must show that her contacts are “substantial” and “regular,” and must describe them with specificity.<sup>140</sup> Although Ms. Snyder’s affidavit indicates she may spend time by the Palisades site,<sup>141</sup> these statements are too vague to demonstrate a substantial or regular presence within fifty miles of Palisades.<sup>142</sup>

Nonetheless, the Staff is correct that a property interest is sufficient to grant standing based on proximity. As the Commission noted in American Centrifuge, “[t]he Atomic Energy Act authorizes the Commission ‘to accord protection from radiological injury to both health and *property* interests.’ Thus, a genuine property interest . . . is sufficient to accord [the petitioner] standing, given that the home is located” within close proximity to the facility.<sup>143</sup> Ms. Snyder has clearly enunciated her concern that an accident at Palisades could render her five acres of land

---

<sup>139</sup> See St. Lucie, CLI-89-21, 30 NRC at 329 (A petitioner “may not derive standing from the interests of another person or organization”); see also Fermi, ALAB-470, 7 NRC at 474 n.1 (noting that a parent could attain standing through reference to her child if the child was “a minor or otherwise under a legal disability,” and thus unable to participate herself); Nuclear Fuel Servs. (Erwin, Tenn.), LBP-04-5, 59 NRC 186, 193 n.10 (A petitioner could not rely on “caretakers [] maintaining and farming the property in [the petitioner’s] absence” as grounds for standing.), aff’d, CLI-04-13, 59 NRC 244 (2004).

<sup>140</sup> See PPL Bell Bend, LLC (Bell Bend Nuclear Power Plant), CLI-10-07, 71 NRC 133, 140 (2010). This is a determination to be made by a licensing board after weighing all the information provided. See id. at 139.

<sup>141</sup> See Gail Snyder Affidavit (stating that she “lives, recreates and conducts business” within the vicinity of the plant).

<sup>142</sup> See Bell Bend, CLI-10-07, 71 NRC at 140 (The Commission concluded that the petitioner’s statement that he “routinely pierces the 50-mile proximate rule [sic] during his day-to-day activities” by itself was “too vague a statement on which to base standing.”).

<sup>143</sup> Am. Centrifuge, 61 NRC at 314 (quoting Gulf States Utilities Co. (River Bend Station, Unit 1) CLI-94-10, 40 NRC 43, 48 (1994) (citing 42 U.S.C. §§ 2133(b), 2201(b))) (footnote omitted).

“permanently uninhabitable.”<sup>144</sup> The Board thus finds that she has demonstrated a sufficient property interest to warrant standing based on proximity.

### 3. Representational Standing

Neither Entergy nor the Staff challenge Petitioners’ request for representational standing. Although the Board has the obligation to independently assess Petitioners’ standing,<sup>145</sup> we have no difficulty concluding that the requirements for representational standing are met in this case. As discussed above, Petitioners have provided affidavits from their members, each of whom has standing under the proximity presumption and has authorized Petitioners to request a hearing on their behalf.<sup>146</sup> Petitioners have also demonstrated that the interests the representative organizations seek to protect are germane to their own purposes, and that neither the asserted claims nor the relief sought require an individual member to participate in the organization’s legal action.<sup>147</sup>

---

<sup>144</sup> Gail Snyder Affidavit. Entergy faults Ms. Snyder for not listing the address of her land in her affidavit. Entergy Answer at 16. However, she has stated that the property is located in Columbia, Michigan, and that it is located approximately fifteen miles from Palisades. Gail Snyder Affidavit. Given that Entergy does not question whether the property actually exists, or whether she owns it, we do not find the failure to provide an exact address in her affidavit a limiting concern. See Am. Centrifuge, 61 NRC at 314–15 (the Commission examined whether the petitioner actually owned the property only after the licensee challenged ownership in its answer).

<sup>145</sup> See 10 C.F.R. § 2.309(d)(2); supra notes 110–113 and accompanying text.

<sup>146</sup> Gore, CLI-94-12, 40 NRC at 72.

<sup>147</sup> See Declaration of Authorized Officer of Beyond Nuclear in Support of Petition to Intervene in Docket No. 50-255 (Dec. 1, 2014); Declaration of Authorized Officer of Don’t Waste Michigan in Support of Petition to Intervene in Docket No. 50-255 (Dec. 1, 2014); Declaration of Authorized Officer of Michigan Safe Energy Future in Support of Petition to Intervene in Docket No. 50-255 (Dec. 1, 2014); Declaration of Authorized Officer of Nuclear Energy Information Service in Support of Petition to Intervene in Docket No. 50-255 (Dec. 1, 2014); see also Palisades, CLI-07-18, 65 NRC at 409.

## V. Admissibility of Petitioners' Contention

### A. General Pleading Requirements

In order to participate as a party in this proceeding, a petitioner for intervention must not only establish standing, but must also proffer at least one admissible contention that meets the requirements of 10 C.F.R. § 2.309(f).<sup>148</sup> An admissible contention must: (i) provide a specific statement of the legal or factual issue sought to be raised; (ii) provide a brief explanation of the basis for the contention; (iii) demonstrate that the issue raised is within the scope of the proceeding; (iv) demonstrate that the issue raised is material to the findings the NRC must make to support the action that is involved in the proceeding; (v) provide a concise statement of the alleged facts or expert opinions, including references to specific sources and documents, that support the petitioner's position and upon which the petitioner intends to rely at the hearing; and (vi) provide sufficient information to show that a genuine dispute exists in regard to a material issue of law or fact, including references to specific portions of the application that the petitioner disputes, or, in the case when the application is alleged to be deficient, the identification of such deficiencies and supporting reasons for this belief.<sup>149</sup>

The purpose of Section 2.309(f)(1) is to "focus litigation on concrete issues and result in a clearer and more focused record for decision."<sup>150</sup> The Commission has stated that it "should not have to expend resources to support the hearing process unless there is an issue that is appropriate for, and susceptible to, resolution in an NRC hearing."<sup>151</sup> The rules on contention admissibility are "strict by design."<sup>152</sup> Petitioners must comply with all of these requirements.

---

<sup>148</sup> See 10 C.F.R. § 2.309(a).

<sup>149</sup> Id. § 2.309(f)(1).

<sup>150</sup> Changes to Adjudicatory Process, 69 Fed. Reg. 2182, 2202 (Jan. 14, 2004).

<sup>151</sup> Id.

<sup>152</sup> See, e.g., Dominion Nuclear Conn., Inc. (Millstone Nuclear Power Station, Unit 2), CLI-03-14, 58 NRC 207, 213 (2003); Dominion Nuclear Conn., Inc. (Millstone Nuclear Power Station, Units

**B. Scope of Review of License Amendments**

The NRC regulations define the Commission's scope of review of a license amendment application broadly: "In determining whether an amendment to a license, construction permit, or early site permit will be issued to the applicant, the Commission will be guided by the considerations which govern the issuance of initial licenses, construction permits, or early site permits to the extent applicable and appropriate."<sup>153</sup> The "considerations" the Commission should review include those defined in 10 C.F.R. § 50.40, titled "Common standards." As the Atomic Safety and Licensing Appeals Board explained:

In essence, Section 50.40 requires that the Commission be persuaded, inter alia, that the applicant will comply with all applicable regulations, that the health and safety of the public will not be endangered, that the issuance of the amendment will not be inimical to the health and safety of the public, and that any applicable requirements of 10 CFR Part 51 (governing environmental protection) have been satisfied.<sup>154</sup>

**C. Prohibition Against Challenging NRC Rules in Agency Adjudications**

The NRC's adjudicatory process is not the venue for challenging the NRC's regulations. When the Commission has opted to address a safety or environmental concern through regulation, it has uniformly prohibited litigation of that same issue in a site-specific adjudicatory proceeding: "Contentions that are the subject of general rulemaking by the Commission may not

---

2 & 3), CLI-01-24, 54 NRC 349, 358–59 (2001); Duke Energy Corp. (Oconee Nuclear Station, Units 1, 2, & 3), CLI-99-11, 49 NRC 328, 334–35 (1999).

<sup>153</sup> 10 C.F.R. § 50.92(a).

<sup>154</sup> N. States Power Co. (Prairie Island Nuclear Generation Plant, Units 1 and 2) et al., ALAB-455, 7 NRC 41, 44 (1978); see also Tenn. Valley Auth. (Browns Ferry Nuclear Plant, Units 1, 2, & 3), ALAB-664, 15 NRC 1, 15–16 ("Prior to license issuance the NRC must first find reasonable assurance that the activities authorized by the amendment can be conducted without endangering the health and safety of the public, and in compliance with Commission regulations."), vacated and remanded on other grounds, CLI-82-26, 16 NRC 880 (1982); Fla. Power & Light Co. (Turkey Point Nuclear Generating Station, Units 3 & 4), LBP-81-16, 13 NRC 1115, 1120 (1981) (reviewing a proposed license amendment to determine whether it would "endanger the health and safety of the public").

be litigated in individual license proceedings.”<sup>155</sup> According to 10 C.F.R. § 2.335(a), “no rule or regulation of the Commission, or any provision thereof . . . is subject to attack” in an adjudicatory proceeding unless a waiver is granted by the Commission.<sup>156</sup>

**D. Board Ruling on Contention Admissibility**

Petitioners claim that Entergy’s LAR “deviate[s] from the regulatory requirements of 10 C.F.R. § 50.61 to §50.61a (Alternate Fracture Toughness Requirements).”<sup>157</sup> They assert that “Palisades has an acknowledged problem of worsening reactor vessel embrittlement commencing from the start of operations in the early 1970’s,” and “[b]asically, 10 C.F.R. § 50.61a allows Entergy to substitute various estimates of the status of the RPV for actual data investigation and analysis.”<sup>158</sup> Petitioners “further raise the question of whether Entergy should be allowed to resort to § 50.61a at all.”<sup>159</sup>

Petitioners provide three specific bases for their contention:

1. **“Analytical vs. Experimental.”**<sup>160</sup> Petitioners argue that Entergy cannot provide reasonable assurance of public health and safety under the Alternate PTS Rule without obtaining or using additional data from the Palisades RPV.
2. **“The Comparable Plants Are Not Apples-to-Apples Comparisons.”**<sup>161</sup> Petitioners argue that “sister plant” surveillance data from reactors with different

---

<sup>155</sup> Calvert Cliffs 3 Nuclear Project, LLC (Calvert Cliffs Nuclear Power Plant, Unit 3) et al., CLI-14-8, 80 NRC 71, 79 n.27 (2014) (citing Oconee, CLI-99-11, 49 NRC at 345).

<sup>156</sup> 10 C.F.R. § 2.335(a). A party can petition for a waiver of a specific NRC regulation, based on a showing of “special circumstances” such that application of the rule would not serve the purposes for which it was adopted. Id. § 2.335(b); see also Dominion Nuclear Conn., Inc. (Millstone Nuclear Power Station, Units 2 & 3), CLI-05-24, 62 NRC 551, 559–60 (2005) (laying out a four-factor test for determining whether to grant a waiver). However, as Petitioners have not petitioned for a waiver of any NRC regulation, this process need not be discussed further.

<sup>157</sup> Amended Petition at 11–12.

<sup>158</sup> Id. at 10.

<sup>159</sup> Id. at 11.

<sup>160</sup> Id. at 15.

<sup>161</sup> Id. at 16.

operating characteristics cannot be combined with Palisades' surveillance data for purposes of the Section 50.61a(f)(6) consistency check.

3. **“Cross-Comparisons And Standard Deviations Don't Match Up.”**<sup>162</sup> Petitioners argue the applicant's use of surveillance data does not account for spatial variability in fluence across a reactor, and that this variability increases beyond regulatory limits when sister plant surveillance data is used.

Petitioners apparently want the Board to preclude Entergy from relying on Section 50.61a to avoid meeting the requirements of Section 50.61, but it is just such a “deviation” that Section 50.61a authorizes. The evident purpose of the Alternate PTS Rule's “Alternate Fracture Toughness Requirements” is to provide an alternative to satisfying the more demanding requirements of Section 50.61. Therefore, Petitioners are in substance asking that the Board prohibit what Section 50.61a allows. Under 10 C.F.R. § 2.335, we may not consider such a contention except under specific conditions not present here.<sup>163</sup>

Nevertheless, because the petition provides three potential bases of the contention,<sup>164</sup> each of which might be able to stand alone as a separate contention, we have reviewed each of the asserted bases to determine whether any could satisfy the contention admissibility requirements in Section 2.309(f)(1) and also comply with Section 2.335's prohibition on

---

<sup>162</sup> Id. at 18.

<sup>163</sup> See supra note 156.

<sup>164</sup> The petition includes a fourth basis, which argues that Entergy's equivalent margins analysis allows Palisades to operate its RPV outside of permissible limits. Amended Petition at 19. In their reply, Petitioners appear to agree with Entergy and the NRC Staff that the equivalent margins analysis is actually the subject of a separate license amendment request. Reply at 11–12. Petitioners have, since filing the petition in this case, filed a separate petition challenging Entergy's separate license amendment request to authorize the equivalent margins analysis. See Petition to Intervene and for a Public Adjudication Hearing of Entergy License Amendment Request for Approval of 10 CFR Part 50 Appendix G Equivalent Margins Analysis, Docket No. 50-255-LA2 (Mar. 9, 2015). A licensing board has been appointed for that separate proceeding. See Entergy Nuclear Operations, Inc., Establishment of Atomic Safety and Licensing Board, 80 Fed. Reg. 15,827 (Mar. 25, 2015); Commission Order (Establishment of Atomic Safety and Licensing Board), Docket No. 50-255-LA2 (Mar. 19, 2015) (unpublished). Petitioners' challenge to the equivalent margins analysis license amendment request is pending before that board. This Board will therefore not consider further the fourth asserted basis of the contention.

challenging agency regulations.<sup>165</sup> We conclude that none of the asserted bases could satisfy both requirements.

1. **Basis 1: Use of Analytical Models Rather than Empirical Data**

Petitioners contend that the Entergy LAR fails to ensure public health and safety because the analyses undergirding the LAR estimate current and future embrittlement of the Palisades RPV without reliance on empirical data from material samples.<sup>166</sup> The last material sample taken from the Palisades RPV to measure embrittlement was removed in 2003, while the next sample is not scheduled to be removed until 2019. Thus, Petitioners emphasize, “fully 16 years will have passed without development or analysis of new physical evidence of embrittlement.”<sup>167</sup> Quoting from the Declaration of Arnold Gunderson, a nuclear engineer, Petitioners argue that “the NRC has allowed Palisades to make unrealistic, unsupported and imprudent safety calculations based on little more than probabilistic risk.”<sup>168</sup>

As an alleged example of the dangers of ignoring physical data in favor of modeling, Petitioners claim that a material sample, capsule A-60, was deleted from the Palisades Surveillance Program back in 1984 “precisely because it gave an answer that would have

---

<sup>165</sup> Licensing Boards have the authority to reformulate contentions “to consolidate issues for a more efficient proceeding.” Crow Butte Res., Inc. (N. Trend Expansion Project), CLI-09-12, 69 NRC 535, 552 (2009) (quoting Shaw Areva MOX Servs. (Mixed Oxide Fuel Fabrication Facility), LBP-08-11, 67 NRC 460, 482 (2008)) (internal quotation marks omitted).

<sup>166</sup> Amended Petition at 14–16. According to Gunderson, “[a]nalysis is no replacement for testing the capsule coupon.” Gunderson Declaration ¶ 55.

<sup>167</sup> Amended Petition at 15.

<sup>168</sup> Id. at 16 (quoting Gunderson Declaration ¶ 23) (internal quotation marks omitted); see also Gunderson Declaration ¶ 20 (citing Palisades Webinar at 1, encl. 2 at 6 (discussing the surveillance data removal schedule for the Palisades facility)). Gunderson further claims that the agency should have adopted a more evidence-driven approach, but instead has consistently acted otherwise for economic reasons. Gunderson Declaration ¶¶ 16, 24.3.



required Palisades to be shut down.”<sup>169</sup> Petitioners repeated at oral argument that Palisades’ LAR “ignores” the data from the alleged 1984 testing of capsule A-60.<sup>170</sup>

Entergy responds that this contention is a challenge to Section 50.61a itself, which is impermissible under 10 C.F.R. § 2.335.<sup>171</sup> The Staff’s answer also emphasizes that Section 50.61a is a Commission rule and thus a “petitioner cannot simply argue that § 50.61a is flawed because it fails to require an applicant to do X or should not allow an applicant to do Y.”<sup>172</sup>

Regarding the material sample that was allegedly discarded in 1984, capsule A-60, Entergy responds that it did not discard unfavorable data, but instead simply discarded a sample that was “inadvertently over-irradiated in the 1980s.”<sup>173</sup> At oral argument Entergy claimed that this capsule was never tested, and thus cannot provide any evidence of embrittlement trends useful for Palisades’ LAR.<sup>174</sup> In its answer, the Staff states that an identical capsule, capsule A-240, was placed in a diametrically opposite position with similar neutron fluences and temperatures as capsule A-60, “making withdrawal and testing of Capsule A-60 unnecessary.”<sup>175</sup> Both Entergy and the Staff also emphasize that Petitioners are complaining about a separate agency action that occurred in 1984, well outside the scope of this proceeding.<sup>176</sup>

---

<sup>169</sup> Amended Petition at 19 (quoting Gundersen Declaration ¶ 42) (internal quotation marks omitted).

<sup>170</sup> Tr. at 15, 65.

<sup>171</sup> Entergy Answer at 21.

<sup>172</sup> NRC Staff Answer at 16–17.

<sup>173</sup> Entergy Answer at 31 n.160. At oral argument, Entergy clarified that “there was an outage when it was scheduled to be removed and they had difficulty removing it. . . . So, they had to leave it in for another cycle. And when eventually they did remove it, it had experienced more irradiation than it would have experienced even beyond 80 years of plant [operation].” Tr. at 93.

<sup>174</sup> Tr. at 85, 95, 96, 118.

<sup>175</sup> NRC Staff Answer at 27 n.123.

<sup>176</sup> Entergy Answer at 31 n.160; NRC Staff Answer at 27.

In their reply, Petitioners reassert that their claims are not impermissible attacks on NRC regulations.<sup>177</sup> Petitioners argue that “their expert’s critique of the means by which the § 50.61a investigation was conducted . . . cannot be construed as a frontal assault on the regulatory citadel, but must instead be seen, for purposes of the admissibility determination, as an exposé of the flaws caused by straying away from knowable science.”<sup>178</sup> Petitioners comment that their concerns about capsule A-60 are not irrelevant legal arguments, but are instead evidentiary observations, which allegedly show “that the degree of RPV embrittlement in the 1980’s was greatly advanced, given the then-short operational age of the reactor.”<sup>179</sup> At oral argument Petitioners noted that “[t]here is some seriously conflicting information about the status of the [A-60] capsule,”<sup>180</sup> and asserted that there is evidence showing, contrary to Entergy’s claim, that capsule A-60 was indeed tested and embrittlement data noted.<sup>181</sup>

The Board agrees with Entergy and the Staff that Petitioners’ general claims concerning the use of analytical model results over physical data do not lead to an admissible contention because they amount to a challenge to the Alternate PTS Rule. The Commission noted when it promulgated Section 50.61a that this rule “provides reasonable assurance” of public health and safety, thereby endorsing the 50.61a embrittlement model approach and precluding requests to create requirements more restrictive than the rule.<sup>182</sup> As Entergy correctly states, “[w]hen a Commission regulation permits the use of a particular analysis, a contention asserting that a

---

<sup>177</sup> Reply at 3.

<sup>178</sup> Id. at 4–5.

<sup>179</sup> Id. at 10–11.

<sup>180</sup> Tr. at 128.

<sup>181</sup> Id. at 129–30.

<sup>182</sup> 75 Fed. Reg. at 22.

different analysis or technique should be utilized is inadmissible because it indirectly attacks the Commission's regulations."<sup>183</sup>

As Intervenors note, although material samples had been pulled from the RPV at a relatively consistent three to five year interval since the reactor became operational,<sup>184</sup> there is now a projected sixteen year gap between the removal of the last sample, capsule W-100, in 2003, and the pulling of the next sample in 2019.<sup>185</sup> But, by advocating that the Board require the testing of additional samples, Intervenors are asking the Board to demand more than Section 50.61a requires.

We are also not persuaded by Petitioners' claim that Palisades' LAR "ignores" the data from the alleged 1984 testing of capsule A-60.<sup>186</sup> Section 50.61a defines surveillance data broadly, to include "any data that demonstrates the embrittlement trends for the beltline materials."<sup>187</sup> If the capsule had in fact been tested, the resulting data could constitute surveillance data relevant to evaluating embrittlement trends.<sup>188</sup> Entergy appeared to

---

<sup>183</sup> Entergy Answer at 22 (quoting Detroit Edison Co. (Fermi Nuclear Power Plant, Unit 3), LBP-09-16, 70 NRC 227, 255 (internal quotation marks omitted) (citing Metro. Edison Co. (Three Mile Island Nuclear Station, Unit No. 1), LBP-83-76, 18 NRC 1266, 1273 (1983)), aff'd on other grounds, CLI-09-22, 70 NRC 932, 933 (2009)).

<sup>184</sup> Office of Nuclear Reactor Regulation, Approval of Proposed Reactor Vessel Surveillance Capsule Withdrawal Schedule (Aug. 14, 2007), encl., Neil K. Ray, Surveillance Capsule Withdrawal Schedule, Palisades Nuclear Plant at 3 (ADAMS Accession No. ML071640310) (listing the capsule removal schedule); Palisades Webinar, encl. 2 at 6 (indicating that an additional capsule, capsule SA-240-1, was removed approximately three years prior to removal of capsule W-100 in 2003).

<sup>185</sup> Palisades Webinar at 1, encl. 2 at 6.

<sup>186</sup> Tr. at 15, 65.

<sup>187</sup> 10 C.F.R. § 50.61a(a)(10).

<sup>188</sup> Entergy and the NRC Staff give slightly different reasons in their answers for why the capsule was removed from the program. Compare Entergy Answer at 31 n.160 (claiming the capsule was "accidentally over-irradiated in the 1980s") with NRC Staff Answer at 27-28, 28 n.123 ("[B]ecause [equivalent] Capsule A-240 had been withdrawn and tested, it could be used to predict the end-of-life material properties of the Palisades reactor vessel, making withdrawal and testing of Capsule A-60 unnecessary.").

acknowledge that much at oral argument.<sup>189</sup> Thus, a contention alleging that Entergy should have evaluated surveillance data actually obtained from capsule A-60 would not violate Section 2.335's prohibition on contentions challenging agency regulations.

Nonetheless, Intervenors have not provided any factual support for their assertion that this capsule was indeed removed and tested for embrittlement data.<sup>190</sup> As noted above, Mr. Gunderson claims that capsule A-60 was deleted from the Palisades Surveillance Program in 1984 "precisely because it gave an answer that would have required Palisades to be shut down."<sup>191</sup> Mr. Gunderson fails to explain, however, how he deduced that the capsule was tested, much less how he knows that the testing produced such a significant result. Although the contention admissibility stage is not the appropriate point at which to evaluate witness credibility or to weigh competing evidence, an expert must provide a reasoned basis or explanation for opinions in support of a contention.<sup>192</sup> Mr. Gunderson has provided no such basis or explanation for his belief that the capsule was tested approximately thirty years ago and that the results would have required Palisades to shut down. Amendment 79 to the Palisades license, which authorized the removal of capsule A-60, does not provide any support for Mr. Gunderson's assertions.<sup>193</sup> In the absence of any factual support for Petitioners' argument, capsule A-60 is not "data that demonstrates the embrittlement trends for the beltline material,"<sup>194</sup> and therefore the fact that it was excluded from the Palisades LAR is not a material issue.

---

<sup>189</sup> See Tr. at 101.

<sup>190</sup> Id. at 85, 95, 96, 118.

<sup>191</sup> Gundersen Declaration ¶ 42.

<sup>192</sup> USEC, Inc. (Am. Centrifuge Plant), CLI-06-10, 63 NRC 451, 472 (2006).

<sup>193</sup> See Office of Nuclear Reactor Regulation, Safety Evaluation Report Supporting Amendment 79 to Consumers Power Company Provisional Operating License at 2 (Feb. 28, 1984) (ADAMS Accession No. ML020800206).

<sup>194</sup> 10 C.F.R. § 50.61a(a)(10).

## 2. Bases 2 & 3: Use of Sister Plant Comparison Data

We will discuss Bases 2 and 3 together because both concern Entergy's consistency check of its embrittlement model under Section 50.61a(f)(6), and the use of sister plant surveillance data as part of that check.

Under Basis 2, Petitioners contend that the surveillance data provided from other PWR reactor vessels at H. B. Robinson, Indian Point, and Diablo Canyon cannot be compared with the material samples from the Palisades RPV for purposes of verifying the embrittlement model.<sup>195</sup> Petitioners' expert, Mr. Gundersen, states that "[w]hile it is true that the material used to weld the reactor plates together to create the reactor vessel is similar among the four plants, the dramatically different nuclear core design and operational power characteristics make an accurate comparison impossible."<sup>196</sup> According to Mr. Gundersen, the different core design and operational characteristics of these reactors are relevant because they "impact[] the neutron flux on each reactor vessel, thus making an accurate comparison of neutron bombardment and embrittlement impossible," with the Palisades embrittlement model.<sup>197</sup> According to Petitioners, the Staff acknowledges that use of "all possible" plant-specific surveillance data is critical for an effective check of an embrittlement model.<sup>198</sup>

Petitioners' discussion under Basis 3 offers two more specific lines of argument regarding the use of sister plant data. First, Petitioners claim that "there is extraordinary

---

<sup>195</sup> Amended Petition at 16.

<sup>196</sup> Gundersen Declaration ¶ 27.

<sup>197</sup> Id.

<sup>198</sup> Amended Petition at 20–21 (citing Gundersen Declaration ¶ 53); see also Transcript, 619th Meeting, Advisory Committee on Reactor Safeguards (Nov. 6, 2014) (ADAMS Accession No. ML14321A542). Although Petitioners initially state that this view came from the Advisory Committee on Reactor Safeguards, they later assert that it instead came from Mark Kirk from the Office of Regulatory Research, the alleged "primary author of § 50.601a." Reply at 7. Petitioners in their reply also cite to minutes of a meeting of the Advisory Committee on Reactor Safeguards, alleging that parts of the agency itself have a "dark" and unsafe view of Palisades' RPV embrittlement. Id. at 16.

[spatial] variability between the neutron flux across the nuclear core in” the Palisades reactor.<sup>199</sup> In his declaration, Mr. Gundersen contends that given this spatial variability, it is impossible to compare multiple samples from multiple reactors to derive the flux or fluence for a single specific area of an RPV without introducing error.<sup>200</sup> For support, Mr. Gundersen cites to a Palisades Reactor Pressure Vessel Fluence Evaluation (Palisades Fluence Evaluation Report), conducted in 2011, which describes “the methodology used in the fluence evaluations for the Palisades plant.”<sup>201</sup> He points specifically to two charts that allegedly show how neutron flux and fluence vary across the Palisades reactor over location and over time.<sup>202</sup> He cites an additional 1990 report, which allegedly concludes that a number of factors, including RPV dimensions and cycle variations, can cause fluence at an RPV wall to vary up to 25% from predictions.<sup>203</sup>

Second, Petitioners claim that “the most serious analytical problem in the use of sister plants” is the alleged difficulty or impossibility of the data from the sister plants staying within

---

<sup>199</sup> Amended Petition at 18 (quoting Gundersen Declaration ¶ 34) (internal quotation marks omitted).

<sup>200</sup> Gundersen Declaration ¶¶ 30–38.

<sup>201</sup> Id. ¶ 30 (citing Westinghouse, Palisades Reactor Pressure Vessel Fluence Evaluation, WCAP-15353, Supplement 2, Revision 0 (July 2011) (ADAMS Accession No. ML14316A207) [hereinafter Palisades Fluence Evaluation Report]).

<sup>202</sup> See id. ¶¶ 34, 35. Both charts cited by Mr. Gundersen (charts 2.2-3 and 2.2-4) actually discuss flux characteristics for the Palisades RPV; neither discusses fluence. At oral argument, Petitioners clarified that Mr. Gundersen meant to cite to chart 2.2-5, which discusses fluence, instead of chart 2.2-4. Tr. at 127. Petitioners also commented that the two concepts are related, as “flux essentially drives fluency.” Id. at 59.

<sup>203</sup> Gundersen Declaration ¶ 37 (citing Analysis of the Reactor Pressure Vessel Fast Neutron Fluence and Pressurized Thermal Shock Reference Temperatures for The Palisades Nuclear Plant § 4.3 (May 17, 1990) (ADAMS Accession No. ML052720270) (page 55 of PDF counter) [hereinafter Palisades 1990 Fluence Analysis] (noting that a number of factors contribute to fluence uncertainty along a reactor vessel wall, including material composition, vessel dimensions, and cycle-by-cycle variation)).

one standard deviation, or 20%, from Palisades' data.<sup>204</sup> Petitioners, however, do not point to any regulation as the origin of this alleged requirement. Instead, Mr. Gundersen cites the Palisades Fluence Evaluation Report, which states that "the [fluence] calculations and [material sample] measurements should agree within 20% at the  $1\sigma$  level."<sup>205</sup> Mr. Gundersen claims that, as a result, "[a]  $1\sigma$  analysis appears to be binding within the Palisades data," but the NRC has allowed the use of sister plant data "without requiring the same  $1\sigma$  variance with Palisades."<sup>206</sup>

Entergy responds that Bases 2 and 3 of the contention are vague, unclear, and "do not articulate any specific deficiency in Entergy's LAR."<sup>207</sup> Entergy admits that sister plant data is required for consistency checks of the embrittlement model,<sup>208</sup> but contends that Section 50.61a(f)(6) requires the use of any available sister plant data, if it is of the same material heats used in the Palisades RPV.<sup>209</sup> Entergy asserts it thus had to use the sister plant data, and any allegations it should not have done so are challenges to the Commission's rules.<sup>210</sup> Turning to Petitioners' suggestion that there is a hard 20% deviation limit among material samples, Entergy

---

<sup>204</sup> Amended Petition at 18. Petitioners do not specify the specific variable to which this 20% limit applies.

<sup>205</sup> Gundersen Declaration ¶ 30. In his declaration, Gundersen also alleges that the NRC authorized deletion of capsule A-60 "because its measured neutron value exceeded this  $1\sigma$  variation." See id. ¶¶ 40–42 (citing Division of Licensing, Amendment to Provisional Operating License, Amendment No. 79 to License No. DPR-20, Reactor Vessel Surveillance Capsule Program (Feb. 28, 1984) (ADAMS Accession No. ML020800206)).

<sup>206</sup> Id. ¶ 32.

<sup>207</sup> Entergy Answer at 25. Entergy also noted at oral argument that "neither the Petition nor the Gundersen declaration makes a single reference to the actual Westinghouse report [Palisades Alternate PTS Rule Evaluation] that was submitted with the license application to show compliance with Section 50.61a." Tr. at 70.

<sup>208</sup> Entergy Answer at 27.

<sup>209</sup> Id.

<sup>210</sup> Id. ("Entergy had no discretion here: 'If three or more surveillance data points measured at three or more different neutron fluences *exist for a specific material*, the licensee *shall* determine if the surveillance data show a significantly different trend than the embrittlement model predicts.'" (quoting 10 C.F.R. § 50.61a(f)(6))).

responds that Petitioners mix “apples and oranges in multiple ways.”<sup>211</sup> Referring to Regulatory Guidance 1.190, used for calculating neutron fluence in a reactor vessel,<sup>212</sup> Entergy maintains that “[t]he 1 $\sigma$ /20% standard . . . applies to estimates of the *uncertainty* in specific fluence calculations at a particular location—not to ‘variations’ in fluence across the core at different locations.”<sup>213</sup> Entergy also maintains that “[t]he 20%/1  $\sigma$  screening standard for plant-specific fluence inputs” is not relevant to any of the consistency checks using sister plant data performed in accordance with Section 50.61a.<sup>214</sup>

The Staff argues that “surveillance data” is necessarily a broad term, and a consistency check with sister plant data is required whenever there is a “heat-specific” match and three or more data points exist.<sup>215</sup> The Staff asserts that “Petitioners have not challenged Entergy’s compliance with the rule by alleging, for example, that the surveillance data from sister plants is not a ‘heat-specific match’ or that Entergy’s analysis of the sister-plant data was deficient,” but instead have challenged the concept of using sister-plant data at all.<sup>216</sup> Regarding Mr. Gundersen’s concerns about variability in neutron flux among sister plant reactor cores and the existence of a 20% limit, the Staff generally responds that this contention does “not identify any error or omission in Entergy’s LAR analysis,” or otherwise indicate any flaws in the application.<sup>217</sup>

---

<sup>211</sup> Id. at 29.

<sup>212</sup> Office of Nuclear Regulatory Research, Calculational and Dosimetry Methods for Determining Pressure Vessel Neutron Fluence, Regulatory Guide 1.190 (Mar. 2001) (ADAMS Accession No. ML010890301) [hereinafter Regulatory Guide 1.190].

<sup>213</sup> Entergy Answer at 31.

<sup>214</sup> Id. at 29–30. Entergy admits, however, that the 20% requirement applies when using calculated fluence values to project “the reference transition temperature for a material.” Id.

<sup>215</sup> NRC Staff Answer at 21–22 (citing 10 C.F.R. § 50.61a(a)(10)).

<sup>216</sup> See id. at 22–24.

<sup>217</sup> Id. at 26.



Petitioners reply that they do not mean to argue “that Entergy should not be allowed to analyze sister-plant data at all,”<sup>218</sup> but that “comparables should be comparable,” and Entergy misapplied the consistency check in this instance.<sup>219</sup> Petitioners state that Mr. Gundersen critiqued the specific use of surveillance samples from the other plants, but did not attack the surveillance data prong of the Alternate PTS Rule as a whole.<sup>220</sup> Petitioners argue that under Section 50.61a there is significant leeway in the calculation and verification of  $RT_{MAX-X}$  under the Alternate PTS Rule, and the methodology and choice of data for those analyses must be disclosed and reviewed.<sup>221</sup> According to Petitioners, “[w]here there is discretion vested in the regulator, differences of opinion, interpretation, and expert analysis are legitimate bases for challenging the decision.”<sup>222</sup>

Petitioners also contend in their reply that even if their contention goes beyond the bounds of what is covered under Section 50.61a, “a contention about a matter not covered by a specific rule need only allege that the matter poses a significant safety problem.”<sup>223</sup> According to Petitioners, the Board has the authority to look at what Entergy is using to “fill[] in the blanks,” apart from what is explicitly defined in the Alternate PTS Rule, “and decide if that represents a bona fide, valid approach.”<sup>224</sup> Moreover, Petitioners argue that, just as the Staff has the

---

<sup>218</sup> Reply at 6.

<sup>219</sup> Tr. at 20–21, 47.

<sup>220</sup> Reply at 6 (citing Gundersen Declaration ¶ 27).

<sup>221</sup> Id. at 4.

<sup>222</sup> Id.

<sup>223</sup> Id. (citing 10 C.F.R. § 50.57(a)(3); Duke Power Co. (Catawba Nuclear Station, Units 1 & 2), LBP-82-116, 16 NRC 1937, 1946 (1982)).

<sup>224</sup> Tr. at 67.

authority to reject the Palisades LAR, “the Board similarly has the authority to find that an application is not complete.”<sup>225</sup>

Petitioners also attempt to clarify their earlier statements about the 20% error band in fluence calculations, asserting more specifically that the LAR omits a study of fluence variability: “Gundersen stated . . . that there is a need for consistency in comparing the 20% error band among the sister plants and that under 10 C.F.R. §50.61a, Entergy has not made that showing.”<sup>226</sup>

We conclude that Basis 2 is inadmissible because it conflicts with Section 50.61a(f)(6)(i) regarding the use of surveillance data in the consistency check. The purpose of the consistency check—the only portion of the Alternate PTS Rule that may require use of sister plant data—is to check the basic operation of the embrittlement model with surveillance data. The consistency check seeks to compare, for a specific material type, the model’s projected embrittlement with the actual embrittlement values at the same fluence provided by material samples.<sup>227</sup> The Alternate PTS Rule clearly states that surveillance data must be used in the consistency check when it is (A) “a heat-specific match for one or more of the materials for which  $RT_{MAX-X}$  is being calculated,” and (B) “three or more different neutron fluences exist for a specific material.”<sup>228</sup> Thus, the use of a material sample in the consistency check is not dependent on its location inside an RPV, or which RPV it comes from.<sup>229</sup> If we were to limit the material samples that may be used in the consistency check to those from a particular location from a particular RPV, we

---

<sup>225</sup> Id. at 131–32.

<sup>226</sup> Reply at 8; Tr. at 31.

<sup>227</sup> 10 C.F.R. § 50.61a(f)(6)(i)(B); 75 Fed. Reg. at 16.

<sup>228</sup> 10 C.F.R. § 50.61a(f)(6)(i)(A), (B).

<sup>229</sup> Id. § 50.61a(a)(10).

would be adding a new requirement to 10 C.F.R. § 50.61a(f)(6)(i), which is prohibited by 10 C.F.R. § 2.335.

Petitioners argue that because the sister plants are operated differently from the Palisades reactor, there is significant spatial variability in the flux and fluence between plants, making a comparison between plants impossible.<sup>230</sup> As support, the Gundersen Declaration points to multiple sources of data that indicate that neutron flux can vary dramatically across a reactor vessel.<sup>231</sup> We recognize that the neutron flux hitting a material will be different at different parts of the reactor. Any variation in flux, however, is captured in the material's fluence measurement, because fluence is the integral of flux over time. Under Section 50.61a(f)(6)(i), when the fluence of a material sample is known it must be used in the consistency check if it is of the appropriate chemical composition. The regulation's consistency check does not rely on information that is unique to a particular RPV, but instead on the chemical properties and fluence of the material samples.<sup>232</sup> From the standpoint of the consistency check, a material sample of the same fluence and material type is no different whether obtained from the Palisades RPV or a sister plant RPV.

We also conclude that Basis 3 is inadmissible, although in this instance the problem is the lack of support for Petitioners' argument rather than a conflict with Section 50.61a(f)(6)(i). Petitioners argue that the use of sister plant surveillance data in combination with Palisades' data violates a "binding" 20% error limit.<sup>233</sup> This portion of the contention is not well-explained, but the Board examined the issue in an attempt to understand Petitioners' concerns.<sup>234</sup> The

---

<sup>230</sup> Amended Petition at 18; Gundersen Declaration ¶¶ 34–38.

<sup>231</sup> Gundersen Declaration ¶¶ 34, 35; *id.* ¶ 37 (citing Palisades 1990 Fluence Analysis § 4.3).

<sup>232</sup> See 10 C.F.R. § 50.61a, equations 5–7.

<sup>233</sup> Amended Petition at 18.

<sup>234</sup> A licensing board "may appropriately view Petitioners' support for its contention in a light that is favorable to the Petitioner," although it may not do so by ignoring other admissibility

Gundersen Declaration, in citing the alleged 20% limit, references a Palisades Fluence Evaluation Report, which in turn references Regulatory Guide 1.190, pertaining to how fluence is modelled within a single reactor.<sup>235</sup> Regulatory Guide 1.190 requires that a certain portion of all projections derived from a fluence model fall within 20% of empirical measurements, if these calculations are to be used as inputs into embrittlement determinations.<sup>236</sup> Therefore, the limit discussed by Mr. Gundersen pertains to projected fluence values for an RPV, and does not pertain to comparisons of the Palisades embrittlement model with measured fluence and embrittlement values coming from either Palisades or sister plant material samples. We therefore cannot admit Basis 3.

When the Commission has determined that compliance with a regulation is sufficient to provide for reasonable assurance of public health and safety, a licensing board cannot impose requirements that exceed those in the regulation.<sup>237</sup> Here, given that the Commission has made such a determination regarding Section 50.61a, the Board may only review the LAR to decide if it meets the rule's requirements; it may not impose additional requirements that a petitioner believes would better protect public health and safety. Bases 2 and 3 fail to show that Entergy's consistency check violated Section 50.61a, and thus they do not support an admissible contention.

---

requirements. Ariz. Pub. Serv. Co. (Palo Verde Nuclear Generating Station, Units 1, 2, & 3), CLI-91-12, 34 NRC 149, 155 (1991); see also Houston Lighting & Power Co. (S. Texas Project, Units 1 & 2), ALAB-549, 9 NRC 644 (1979) (indicating reluctance to deny intervention petition on basis of skill in pleading).

<sup>235</sup> Gundersen Declaration ¶ 30 (citing Regulatory Guide 1.190).

<sup>236</sup> See Regulatory Guide 1.190 at 3, 31; see also Tr. at 54–55.

<sup>237</sup> 75 Fed. Reg. at 22; Fermi 3, LBP-09-16, 70 NRC at 255. Petitioners are also incorrect in implying that the NRC Staff has the authority to deviate from the agency's regulations. Tr. at 131–32. All agencies must adhere to their own regulations. Frizelle v. Slater, 111 F.3d 172, 177 (D.C. Cir. 1997).

**E. Additional Arguments Raised by Petitioners**

In addition to the contention explicitly put forward by Petitioners, the Amended Petition raises other potential challenges to the LAR. These are briefly addressed below.

**1. No Significant Hazards Consideration Determination**<sup>238</sup>

The Amended Petition contends that the Staff was incorrect in concluding that the LAR “involves no significant hazards consideration.”<sup>239</sup> Petitioners instead argue that “there is a consequential possibility that significant hazards associated with implementation of the alternative calculation method under 10 C.F.R. § 50.61a may occur, in the form of a material underestimate of the prospects of a severe PTS incident which could lead to a LOCA [loss-of-coolant accident] involving the Palisades RPV.”<sup>240</sup> Petitioners therefore contend that “the standards of 10 CFR § 50.92 have not been satisfied,” and the Staff should not have concluded that the LAR involves a no significant hazards consideration.<sup>241</sup>

---

<sup>238</sup> When a licensee submits its application for a license amendment to the NRC, it must provide the agency “its analysis about the issue of no significant hazards consideration using the standards in [10 C.F.R.] § 50.92.” 10 C.F.R. § 50.91(a)(1). A final “no significant hazards consideration” determination allows the Commission to issue the challenged license amendment before the petitioner’s request for a hearing is adjudicated. Id. § 50.91(a)(4) (“[T]he amendment will be effective on issuance, even if adverse public comments have been received and even if an interested person meeting the provisions for intervention called for in § 2.309 of this chapter has filed a request for a hearing.”). But such a determination does not either prevent the adjudication from proceeding or restrict the licensing board’s substantive determination on public health and safety issues. Long Island Lighting Co. (Shoreham Nuclear Power Station, Unit 1), LBP-91-7, 33 NRC 179, 183 (1991) (“A determination of no significant hazards consideration is not a substantive determination of public health and safety issues for the hearing on the proposed amendment.”).

<sup>239</sup> Amended Petition at 9 (quoting 79 Fed. Reg. at 58,815) (internal quotation marks omitted).

<sup>240</sup> Id.

<sup>241</sup> Id.

This argument does not lead to an admissible contention. A “no significant hazards consideration” determination is a procedural decision barred from litigation pursuant to 10 C.F.R. § 50.58(b)(6) and licensing board precedent.<sup>242</sup>

## 2. Operation as a Test or Experiment

Petitioners repeatedly assert in the Amended Petition that operation of Palisades without pulling more material samples from the RPV “means that Entergy may be operating Palisades as a *test* according to 10 C.F.R. § 50.59.”<sup>243</sup> Mr. Gundersen states that, given Palisades’ alleged status as “one of the most embrittled reactors in the United States,”<sup>244</sup> “its continued operation as an embrittlement experiment, likely in violation of 10 CFR 50.59,” will render Palisades “the symbol of a regulator-endorsed national test attempting to determine how long a damaged vessel can continue to operate.”<sup>245</sup> Mr. Gundersen proposes that the LAR, according to 10 C.F.R. § 50.59, should “trigger the requirement for additional public scrutiny in the form of a public licensing process.”<sup>246</sup>

This argument does not lead to an admissible contention. Section 50.59 defines what activities the licensee may pursue without submitting a license amendment request, including certain “tests or experiments.”<sup>247</sup> Since Entergy is seeking a license amendment for use of the Alternate PTS Rule, Petitioners’ argument is misplaced.

---

<sup>242</sup> Entergy Nuclear Vt. Yankee, LLC et al. (Vt. Yankee Nuclear Power Station), LBP-04-28, 60 NRC 548, 560–61 (2004).

<sup>243</sup> Amended Petition at 12 (quoting Gundersen Declaration ¶ 8) (internal quotation marks omitted).

<sup>244</sup> Gundersen Declaration ¶ 50.

<sup>245</sup> Id. ¶ 16.

<sup>246</sup> Id. ¶ 50.

<sup>247</sup> 10 C.F.R. § 50.59(c)(1).

### 3. Chemical Composition of Sister Plant Material Samples

Petitioners contend in their reply that “Gundersen [in his declaration] has attested to the lack of proof that the metals from the various RPVs match.”<sup>248</sup> Petitioners appear to argue that the sister plant material samples fail to support the consistency check because they are of different chemical compositions than the materials found in the Palisades RPV.<sup>249</sup> Petitioners alleged at oral argument that, although this statement was made in their reply, it reflects a position taken by Mr. Gundersen with the filing of the original petition to intervene.<sup>250</sup>

Entergy disputed at oral argument whether this argument was actually made by Mr. Gundersen in his declaration.<sup>251</sup> The Staff separately responded that the equations underlying the Alternate PTS Rule account for “differences between the impurities” among material samples of the same heat.<sup>252</sup>

Under Section 50.61a, material samples that are to be used for the consistency check must be of the same “heat.”<sup>253</sup> As noted above, the term “heat” or “heat-specific match” is not defined in the Alternate PTS Rule; however, it is clear that the essence of the requirement is that the materials be of the same composition.<sup>254</sup>

Our review of the Gundersen Declaration indicates that Mr. Gundersen did not raise the argument that the sister plant material samples are of different chemical composition compared to Palisades’ samples. Instead, Mr. Gundersen admits that the sister plant and Palisades

---

<sup>248</sup> Reply at 5.

<sup>249</sup> Id.

<sup>250</sup> Tr. at 47.

<sup>251</sup> Id. at 87.

<sup>252</sup> Id. at 118.

<sup>253</sup> 10 C.F.R. § 50.61a(f)(6)(i)(A).

<sup>254</sup> Supra note 69; see 75 Fed. Reg. at 16.

samples are similar.<sup>255</sup> Therefore, Petitioners inappropriately raised this argument in their reply.<sup>256</sup>

In addition, their argument is without support and contradicts the statement of their expert. The Board's review of the Palisades Alternate PTS Rule Evaluation shows no reason to doubt that the sister plant material samples are the same "heat" or composition compared to the materials in the Palisades RPV. Although the sister plant material samples do have slightly different amounts of copper, nickel, phosphorous, and manganese than the materials in the Palisades RPV,<sup>257</sup> these differences are accounted for in the consistency check.<sup>258</sup>

---

<sup>255</sup> Gundersen Declaration ¶ 27 ("[I]t is true that the material used to weld the reactor plates together to create the reactor vessel is similar among the four plants . . .").

<sup>256</sup> La. Energy Servs., LP (Nat'l Enrichment Facility), CLI-04-25, 60 NRC 223, 225 (2004).

<sup>257</sup> Palisades Alternate PTS Rule Evaluation, tbls. 6-2 to 6-3.

<sup>258</sup> See 10 C.F.R. § 50.61a(f)(6), equations 5–7 (accounting for differing amounts of copper, nickel, phosphorous, and manganese between material samples for the consistency check); Tr. at 118–19.



**VI. Conclusion**

Although Petitioners have demonstrated standing to intervene, they have not put forward an admissible contention. Therefore, their petition to intervene and request for a hearing is denied. Petitioners may appeal this decision to the Commission pursuant to 10 C.F.R. § 2.311(c), within twenty-five days of service of this Order.

**It is so ORDERED.**

THE ATOMIC SAFETY  
AND LICENSING BOARD  
*/RA/*

---

Ronald M. Spritzer, Chair  
ADMINISTRATIVE JUDGE  
*/RA/*

---

Dr. Gary S. Arnold  
ADMINISTRATIVE JUDGE  
*/RA/*

---

Dr. Thomas J. Hirons  
ADMINISTRATIVE JUDGE

Rockville, Maryland  
May 8, 2015

UNITED STATES OF AMERICA  
NUCLEAR REGULATORY COMMISSION

In the Matter of )  
 )  
ENTERGY NUCLEAR OPERATIONS, INC. ) Docket No. 50-255-LA  
(Entergy) )  
 )  
(Palisades Nuclear Plant) )  
 )

CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing **LICENSING BOARD MEMORANDUM AND ORDER LBP-15-17 (Ruling on Petition to Intervene and Request for a Hearing)** have been served upon the following persons by Electronic Information Exchange.

U.S. Nuclear Regulatory Commission  
Office of Commission Appellate Adjudication  
Mail Stop: O-7H4  
Washington, DC 20555-0001  
[ocaamail@nrc.gov](mailto:ocaamail@nrc.gov)

U.S. Nuclear Regulatory Commission  
Office of the Secretary of the Commission  
Mail Stop O-16C1  
Washington, DC 20555-0001  
Hearing Docket  
[hearingdocket@nrc.gov](mailto:hearingdocket@nrc.gov)

U.S. Nuclear Regulatory Commission.  
Atomic Safety and Licensing Board Panel  
Mail Stop: T-3F23  
Washington, DC 20555-0001

U.S. Nuclear Regulatory Commission  
Office of the General Counsel  
Mail Stop O-15D21  
Washington, DC 20555-0001  
Mary Spencer, Esq.  
David Roth, Esq.  
Joseph Lindell, Esq.  
Sherwin Turk, Esq.  
Anita Ghosh, Esq.  
Daniel Straus, Esq.  
John Tibbetts, Paralegal  
Edward Williamson, Esq.  
[mary.spencer@nrc.gov](mailto:mary.spencer@nrc.gov)  
[david.roth@nrc.gov](mailto:david.roth@nrc.gov)  
[joseph.lindell@nrc.gov](mailto:joseph.lindell@nrc.gov)  
[sherwin.turk@nrc.gov](mailto:sherwin.turk@nrc.gov)  
[anita.ghosh@nrc.gov](mailto:anita.ghosh@nrc.gov)  
[daniel.straus@nrc.gov](mailto:daniel.straus@nrc.gov)  
[john.tibbetts@nrc.gov](mailto:john.tibbetts@nrc.gov)  
[edward.williamson@nrc.gov](mailto:edward.williamson@nrc.gov)

Ronald M. Spritzer, Chair  
Administrative Judge  
[ronald.spritzer@nrc.gov](mailto:ronald.spritzer@nrc.gov)

Gary S. Arnold,  
Administrative Judge  
[gary.arnold@nrc.gov](mailto:gary.arnold@nrc.gov)

Thomas J. Hirons  
Administrative Judge  
[thomas.hirons@nrc.gov](mailto:thomas.hirons@nrc.gov)

Sachin Desai, Law Clerk  
[sachin.desai@nrc.gov](mailto:sachin.desai@nrc.gov)

Nicole Pepperl, Law Clerk  
[nicole.pepperl@nrc.gov](mailto:nicole.pepperl@nrc.gov)

**Docket No. 50-255-LA**  
**LICENSING BOARD MEMORANDUM AND ORDER LBP-15-17**  
**(Ruling on Petition to Intervene and Request for a Hearing)**

Morgan, Lewis & Bockius LLP  
1111 Pennsylvania Avenue, NW  
Washington, DC 20004  
Raphael P. Kuyler, Esq.  
Paul Bessette, Esq.  
Ryan Lighty, Esq.  
[rkuyler@morganlewis.com](mailto:rkuyler@morganlewis.com)  
[pbessette@morganlewis.com](mailto:pbessette@morganlewis.com)  
[rlighty@morganlewis.com](mailto:rlighty@morganlewis.com)

Beyond Nuclear, Don't Waste Michigan, Michigan  
Safe Energy Future – Shoreline Chapter, Nuclear  
Energy Information Service "The Petitioners"  
316 N. Michigan St., Street, 520  
Toledo, OH 43604-5627  
Terry Lodge, Counsel for the Petitioners  
[tjlodge50@yahoo.com](mailto:tjlodge50@yahoo.com)

Entergy  
William B. Glew, Jr., Esq.  
440 Hamilton Avenue  
White Plains, NY 10601  
[wglew@entergy.com](mailto:wglew@entergy.com)

[Original signed by Brian Newell ]  
Office of the Secretary of the Commission

Dated at Rockville, Maryland  
this 8<sup>th</sup> day of May, 2015