

UNITED STATES NUCLEAR REGULATORY COMMISSION WASHINGTON, D. C. 20555

January 16, 1979 NRC PUBLIC DOCUMENT ROOM

Edward Luton, Esq. Atomic Safety and Licensing Board U. S. Neclear Regulatory Commission Washington, D. C. 20555 Dr. A. Dixon Callihan Union Carbide Corporation P. O. Box Y Oak Ridge, Tennessee 37830

Dr. Richard F. Cole Atomic Safety and Licensing Board U. S. Nuclear Regulatory Commission Washington, D. C. 20555

In the Matter of
BOSTON EDISON COMPANY, ET AL.

(Pilgrim Nuclear Generating Station, Unit 2)
Docket No. 50-471

Gentlemen:

Pursuant to the Board's Order of January 15, 1979, the NRC Staff's statement concerning the review status of outstanding matters is set forth below.

The Staff expects to issue, within the next few days, the <u>Safety Evaluation</u> Report Related to Construction of Pilgrim Nuclear Generating Station, <u>Unit No. 2</u>, <u>Boston Edison Company</u>, et al. - <u>Supplement No. 4</u> for Pilgrim Unit 2. This supplement will contain, <u>inter alia</u>, an updated evaluation of the Applicants' financial qualifications and a discussion of the impacts of generic safety issues on the Pilgrim Unit 2 application. Copies of this supplement will be furnished to the Board and parties in this proceeding as soon as it is printed, which we expect to be sometime during the next week.

As the Board is aware, the hearings in this proceeding have been held in abeyance since November, 1977. The issues remaining to be heard are alternative sites, financial qualifications and the radon issue. For the reasons discussed below, we believe that these issues could be heard between the weeks of March 4 and 18, 1979. We propose that the Board, if its schedule will permit, set aside this period of time for hearing in order to assure that this evidentiary record can be completed in a timely fashion.

Alternative sites is one of the major issues to be heard. The Staff anticipates that the writing of its evaluation will be completed by January 26, 1979. By letter of January 3, 1979, the Staff proposed to

the Executive Director, Council on Environmental Quality (CEQ) a modified procedure which the Staff believes to be the functional equivalent of recirculation of the new alternative site evaluation. (Copies of this letter were previously furnished to the Board and parties). Acceptance of this proposal would permit the Board to hear this issue in early March. If the Staff is required to formally recirculate, the Staff could not go to hearing with respect to alternate sites until somewhat later. However, this would not preclude a hearing on Applicants' financial qualifications in early March. We will inform the Board and parties as soon as the recirculation matter is finally resolved.

On August 8, 1978, the Staff filed "NRC Motion to Adopt Special Procedures For Consideration of Radon and Striking Cost-Benefit Balance For Pilgrim Unit 2". If the Board grants this unopposed motion, no hearing time will be required on this issue.

In summary, the Staff believes that the remaining issues in this case are nearly ripe for hearing. Accordingly we suggest that the Board and parties commit to a definite period of time for hearing of these remaining issues so that this proceeding can be concluded.

There is one final matter which merits the Board's consideration. On April 27, 1978, the Commonwealth of Massachusetts moved the Board to supplement the hearing record on the issue of need for power. The Staff and Applicants opposed the motion. By order of July 14, 1978 the Board ruled on a number of outstanding motions; however, this motion was not included in that order. The Staff would appreciate an early ruling on the motion since time will be needed to prepare testimony if the motion is granted.

Sincerely,

Barry H. Smith
Counsel for NRC Staff

cc: See Pilgrim Unit 2 Service List