Government Accountability Project Institute for Policy Studies

1901 Que Street, N W. Washington, D.C. 20009 Tel. 202-221 9982

FOR INDESTATE RECEIVED July 26, 1982.

21.

31

25 1

200

10:03 A.M. PRESS CONFERENCE AT:

1901 pue Street, N. W. Washington, D. C.

FOR BORE THE CHARTON CONTACT: DOIS CLAICLETTILLE GAPDE . (202) 234-4382

NUCLEAR REGULATORY BREAFFRONT IN REGION III PISTON STORY In a letter delivered today to Nucleur Regulatory Commission (NRC) Chairman Munxin J. Palladino, the Government Accountability: Project (GAP) of the Institute for Policy Studies called for an investigation of NPC Region III's (RIII) Failure to respond in good faith to avidence of criminal filmitication and a Quality Assurance (OA) breakdown at the LaSalle nuclear power station is LaSalle, Illinois. GAP charged that the ERC totalty ignored or responded superficially to the evidence at the same time -Rill Administrator Jumes Koppler was recommending permission for LaSalle's owner Commonwealth Edinon to operate the plant beyond "zero power."

Lengt than a year ero the NRC admitted that Perion III inventigators at the second than a year ero the minimum standards of any queenment agency. Nimmer plane failed to neet the minimum alandards of any queenment agency. Now Region III has flunked again. But this time the NKC looked the other way at the critical moment -- just as a plant is about to open. This case involves delicerate, persistent refusal to look at the evidence while the ? ". NIC was runhing the plant into operation. Now can the public have faith ? in numbers power when the NEC's priorities, push public safety to the back to seat, behind utility timetables?

GAM explained that RIII investigators have been "sitting" for 2', months on serious nyidence of widescale falsification of QA records at the Zack Company, a sheating, ventillation and air conditioning contractor for the taballe, Midland and Clinton nuclear power stations. On May 3, 198k whistleblowers from Zack presented a *** The said th.

Clerical Figure - Lack of reference to "ASTA" revision year, or complete lack of standard designation.

Signature Missing - lack of a written signature.

Signature Errors - Type signature and handwritten signature or initials are not identical.

Chem/Nech Test Data - Chemical analysis and/or mechanical test data 14 15 miuning and/er not in accordance with ASIM standard requirements." Missing Certifications - Self explanatory. Certain packages lack certification for all, or for only certain items.

Alterations - Apparent alteration of certification by typed or handwritten additions.

Strikers - Germed Labels applied to certification.

Stickers - Garmed labels applied to certification of certification
Coast wheat it like the labels applied to certification of certification
Asm standard archenticity of the standard operationals.

The NSC did not be found to the repeated collaget the whistleblocous approximan.

Albert (Terry) New met. RIII investigaters did not even copy paper jortions of the cuidence. When it is much for a wall by the control of the control of the prompted to GAR. and agreement

CAN Citizens Clinic Director Hittle for his service, "Att. - "Till tenmed the eridence would be on a TV expose, it decided to upen an investigation. But not until thete.

That is too late. Region III has already tipped its hard. We pleaded with them on numerous occasions to investigate the Zack evidence. They weren't interested. Why should we trust them now? The whole joint of any RIII investigation now will be to justify KIII's failure to act when it should have.

CAP also charged that a recently-completed RIII probe into alleged concrete voids; holes core-drilled into the reactor pedestal; cheating on the masonry by diluting mortar or even not using mortar for some concrete blocks, among other issues; may have been worse than no investigation at all. Last fall NRC Executive Director William Direks admitted that previous NRC probes relied too much on the utility's paperwork, while foregoing witness interviews and independent hardware tests. Direks pledged that the NRC would not make the same mistake again, a commitment reaffirmed by Mr. Keppler in Jone 10 congressional testimony. "Unfortunately, the differences between 'old' and 'new' NRC investigations are cosmetic at best," observed Devine. "Whenever there was a conflict between eyewitnesses and utility paperwork, the paperwork won."

a Specifically, CAP charged that RIII--

- **failed to take sworn statements from witnesses who had not already provided affidavits to GAP;
- **totally ignored issues that dealt with the causes of QA deficiencies at LaSalle, such as retaliation; and manipulation of the QA program through short-staffing, conflicts of interest, and advance warnings of QA inspections;
 - *redefined the issues it did cover by omitting key facts, making it
 easier to reject the charges;
 - **rejected witnesses' allegations on the basis of suspect utility paper ork or "independent" tests in fact controlled by the utility;
- **manipulated the evidence by railing to include key facts in the report such as its finding that approximately half of reinforcement bars were damaged while concluding the plant is safe; and
 - *failed to independently learn the full extent of problems that were confirmed, before it dismissed those examples as insufficient by themselves to pose a public safety threat.

Ms. Garde concluded--

It is a disservice to rely on the utility's paperwork to reassure.
the public that LaSalle's safety is proven. As the Zack tecords
imlicate, the paperwork cannot be trusted. We are not saying LaSalle
is unsafe; we are charging that RIII does not know. The Commissioners
must take decisive action. The public no longer has valid grounds to
trust NRC conclusions about nuclear safety.

30

REPRESENTATIVES OF THE ZACK FOUR WILL BE FARTICIPATING IN THE PRESS CONFERENCE
AND WILL BE AVAILABLE FOR INTERVIEWS. DIRECT TELEPHONE LINES: 667-7904
1-234-1756