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UNITED STATES OF AMERICA
NUCLEAR REGULATORY COMMISSION

BEFORE THE ATOMIC SAFETY AND LICENSING BOARD

In the Matter of)
PACIFIC GAS AND ELECTRIC COMPANY) Docket Nos. 50-275 O.L.
(Diablo Canyon Nuclear Power) 50-323 O.L.
Plant, Unit Nos. 1 and 2) (Full Power Proceeding)

RESPONSE OF PACIFIC GAS AND ELECTRIC COMPANY
TO GOVERNOR BROWN'S MOTION TO REOPEN THE RECORD

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1 RESPONSE OF PACIFIC GAS AND ELECTRIC COMPANY
2 TO GOVERNOR BROWN'S MOTION TO REOPEN
3 THE PROCEEDING TO TAKE EVIDENCE
4 ON QUALITY ASSURANCE

5 On August 2, 1982, attorneys for Governor Brown,
6 representative of an interested state pursuant to 10 CFR
7 2.715(c), filed a motion requesting the Atomic Safety and
8 Licensing Board to reopen the record in the full power Diablo
9 Canyon licensing proceeding to take evidence on Pacific Gas and
10 Electric Company's (PGandE) quality assurance programs for
11 design and construction of the Diablo Canyon facility,^{1/} and
12 to perform a design review and physical inspection of
13 structures, systems and components important to safety. PGandE
14 respectfully requests that this Board deny Governor Brown's
15 motion in all respects for the reasons set forth in the
16 following Memorandum of Points and Authorities and the
17 supporting material which is incorporated herein by reference.

18 MEMORANDUM OF POINTS AND AUTHORITIES

19 I

20 Introduction and Status of the Proceeding

21 On January 26, 1982, the hearing record of the Diablo
22 Canyon full power licensing proceedings was closed subject to
23 the filing of the usual closing pleadings. On February 24,

24 _____
25 ^{1/}A similar motion was filed with the Appeal Board
26 by Joint Intervenors in the low power proceeding. The Appeal
Board has certified certain questions to the Commission con-
cerning the issue of whether the Appeal Board has jurisdiction
to rule on the motion. (ALAB-681, July 16, 1982.)

1 1982, PGandE notified the Board and the parties that, as a
2 result of the Independent Design Verification Program (IDVP),
3 PGandE might have to perform additional analyses of the power
4 operated relief valves and their associated block valves to
5 confirm their seismic qualification, and that, if necessary,
6 modifications would be made to maintain their qualification.
7 This was confirmed by the Staff in Board Notification PNO-5-82-
8 09. On March 18, 1982, Governor Brown filed a motion requesting
9 the Board to defer its decision pending evaluation of PGandE's
10 letter and the Board notification. On April 2, 1982 the Board
11 ruled that:

12 "No final judgment will be taken in this
13 matter until such time as a thorough
14 evaluation can be made of any newly
15 discovered, relevant information."

16 On May 13, 1982, Governor Brown filed yet another motion
17 concerning the status of PGandE's investigation into the matters
18 covered in Board Notification PNO-5-82-09. On June 14, 1982
19 this Board denied Governor Brown's latest motion for the reasons
20 set forth in its order.

21 On September 28, 1981, PGandE notified the Regional
22 Administrator of the NRC's Region V Office of Inspection and
23 Enforcement of a potential problem in the analysis of piping
24 systems contained in the annulus area of the containment
25 building. In response, the Staff issued Board Notification No.
26 81-27 and scheduled the first of a series of meetings with
PGandE to discuss the problem. On November 19, 1981, the

1 Commission issued its order suspending License No. DPR-76 (CLI-
2 81-30). The Commission stated in its order that, contrary to
3 PGandE's license application, errors in design and violations of
4 10 CFR Part 50, Appendix B, had occurred. On that basis, the
5 Commission suspended the low power license and promulgated a two
6 phase program to reinstate the low power license and to ascend
7 to full power operation.

8 Meanwhile, PGandE had begun an independent design
9 verification program, retaining Robert L. Cloud Associates, Inc.
10 (RLCA) and, subsequently, submitted a program for Phase I (pre-
11 fuel load) to the NRC Staff for its approval pursuant to
12 Commission order. The Staff also expressed opinions on the
13 various contractors involved and recommended that a contractor
14 such as Teledyne Engineering Services, Inc. (TES) be given
15 responsibility for the performance of the Phase I program. At a
16 meeting on March 4, 1982, the Commission approved SECY-82-89
17 with certain revisions. On March 12, 1982, PGandE formally
18 nominated TES as the contractor for the IDVP and on March 19,
19 1982, pursuant to Commission direction, the Staff approved this
20 selection. RLCA and R. F. Reedy Inc. (RFR), a firm retained to
21 investigate the design quality assurance programs of PGandE and
22 its principal design consultants, act as subcontractors and
23 report to TES under the IDVP.

24 Phase I of the IDVP was formally approved by the NRC
25 Staff in a letter dated April 27, 1982. Phase II of the IDVP
26 was submitted to the Staff for its approval on June 18, 1982.

1 Another design verification program is being conducted
2 internally by the PGandE/Becthel Project Organization (Project).
3 This program was also approved by the Staff's letter dated April
4 27, 1982. Pursuant to the Commission's Order dated November 19,
5 1981, the Project, TES, RLCA, and RFR have filed bi-monthly
6 reports covering the work completed during the previously
7 specified period. These reports have been distributed by the
8 Staff to the NRC Commissioners, the parties and others by means
9 of various Board notifications.

10 II

11 Facts

12 The Brown motion incorporates the Joint Intervenor's
13 Motion to Reopen filed with the Appeal Board on June 8, 1982 and
14 the Hubbard affidavit attached thereto as the primary factual
15 predicate for their instant motion. The response of Pacific Gas
16 and Electric Company to the Joint Intervenor's Motion dated July
17 2, 1982, and the attachments thereto, are incorporated herein as
18 though set forth in full. As shown in our response before the
19 Appeal Board (at pages 6-19), the allegations made in the
20 Hubbard affidavit and previously filed motions consist in large
21 part of mischaracterizations, misstatements of fact and
22 conclusions and are, overall, seriously misleading.

23 In Governor Brown's most recent pleading,
24 mischaracterization and misstatement of fact are once again the
25 mechanism of persuasion. While ignoring the distinctions
26 between the defined scope of Phase I and Phase II of the IDVP

1 and totally ignoring the Project's internal technical program,
2 Brown refers to the IDVP as "narrowly limited" and as addressing
3 "narrowly confined areas". He then compares the IDVP to the
4 Brookhaven Report which he cites as "compelling evidence"
5 leading to a need for evaluations of "implementation of design
6 and construction QA" and "an evaluation of the actual quality of
7 the as-built plant". The Brown motion also chooses to ignore
8 the PGandE/Bechtel corrective action program which emanates from
9 the IDVP and is subject to verification by the IDVP. Details of
10 that program are set forth in the affidavit of Howard B. Friend
11 which is attached hereto.

12 Governor Brown continues to mislead this Board by
13 never discussing the overall requirements of the Commission
14 Order, CLI-81-30, and the November 16, 1981 letter of Harold
15 Denton which establish what is required to be accomplished by
16 the IDVP. It is clear that when the Order and letter are taken
17 together, the total IDVP program (Phases I and II) is intended
18 to cover seismic and non-seismic design aspect of safety-related
19 structures, systems and components, whether the design work was
20 done by PGandE or by service-related contractors. This is
21 hardly a program which is "narrowly limited" to "narrowly
22 confined areas".

23 Perhaps the best example of Governor Brown's assail-
24 ment of the facts can be seen in his continued reference to
25 "generic" QA breakdowns. To cite the Brookhaven Report, which
26 looked only at the annulus area, as authority for this

1 proposition is simply fatuous. As set forth in the affidavits
2 of Bain and Raymond, et al., which accompanied PGandE's July 2
3 response, site QA/QC activities were, except where deficiencies
4 were noted and corrected, in compliance with Appendix B at all
5 times material hereto. Contrary to Governor Brown's bald
6 assertions, there is no indication whatsoever that "breakdowns"
7 occurred in site QA/QC activities at Diablo Canyon.

8 III

9 The Commission's Action of November 19, 1981
10 Establishing the Procedure for the IDVP
11 Leaves This Board Without Jurisdiction to Accord
12 Governor Brown's Requested Relief

13 In filing their motions to reopen before the Appeal
14 Board, both Joint Intervenors and Governor Brown aimed their
15 arguments at the suspended low power license and the low power
16 proceedings. Our response was, therefore, based almost
17 exclusively on the facts surrounding the suspension of that
18 license and Phase I of the IDVP. Our argument that the
19 Commission had assumed exclusive jurisdiction of the low power
20 license was not however, as Governor Brown would have it,
21 mutually exclusive. The Commission has assumed jurisdiction of
22 any errors in design and violations of 10 CFR Part 50, Appendix
23 B. Governor Brown attempts to further distinguish the motion
24 before the Appeal Board from the instant motion by arguing that
25 a license had issued in the low power proceeding while the full
26 power license has not. What Governor Brown chooses to ignore
however, is that in both cases the record is closed and the

1 facts surrounding the Commission's actions and the IDVP are the
2 same. Indeed, in certifying the question to the Commission, the
3 Appeal Board foresaw the commonality between the low power and
4 full power proceedings and asked the Commission:

5 Did the Commission intend its November 19,
6 1981 order suspending the low-power license
7 for Diablo Canyon, Unit 1, and establishing
8 and independent verification program to
9 deprive the appropriate adjudicatory boards
10 of jurisdiction to consider a motion to
11 reopen the record based on the QA/QC
12 questions regarding Diablo Canyon?

13 If not, does the Commission now wish to
14 relieve the adjudicatory boards of juris-
15 diction with regard to the QA/QC issues at
16 Diablo Canyon?

17 If the Commission has not divested, and does
18 not intend to divest, the adjudicatory
19 boards of jurisdiction over the QA/QC issues
20 at Diablo Canyon what, if any, instructions
21 does the Commission have with regard to
22 timing or other matters raised by the motion
23 to reopen? (ALAB-681 at 7, emphasis added.)

24 As stated earlier, the Commission has assumed
25 jurisdiction over QA/QC violations and the design aspect of
26 safety-related structures, systems, and components at Diablo
Canyon. The Commission has ordered that it must be satisfied,
through detailed procedures of verification and review, that
Diablo Canyon is as stated in its application before it shall be
allowed to load fuel, conduct low power tests and ascend to full
power operation. That the Commission has the authority to do so
is manifest.

27 The Appeal Board and the Licensing Board derive their
28 jurisdiction and authority from the Commission. (See 10 CFR

1 2.721 and 2.785.) The proposition that the adjudicatory boards
2 have limited authority and jurisdiction as determined by the
3 Commission is well recognized. (42 U.S.C. 22.41; 10 CFR 2.721
4 and 2.785; Pacific Gas and Electric Company (Diablo Canyon
5 Nuclear Power Plant, Units 1 and 2), CLI-76-1, 3 NRC 73 (1976).)
6 In this particular instance, the Commission has exercised its
7 jurisdiction and authority by mandating a thorough and
8 independent verification program and by so doing has precluded
9 this Board from granting the requested relief. Indeed, the
10 Commission has exercised discretion to withhold jurisdiction
11 from adjudicatory boards in other recent cases. In a very
12 recent case also involving violations of 10 CFR Part 50,
13 Appendix B, the Commission stated:

14 "The NRC has been investigating alleged
15 quality assurance irregularities at Zimmer
16 since January 1981. The investigations are
17 still ongoing. The investigations have
18 identified a number of quality assurance-
19 related problems at the Zimmer site. An
20 extensive review of the as-built plant is
21 currently being performed. Before the plant
22 can be licensed, a comprehensive quality
23 confirmation program will have to be
24 conducted and identified problem areas
25 resolved. By itself, without factoring in
26 any rework, the quality confirmation program
will be both costly and time-consuming. The
effect of this on the construction schedule
of the plant remains to be determined.

"The basis for the eight contentions
which the Board has accepted as Board issues
is simply a repetition of some of the
problems revealed in the reports of the
investigations which have already been
released to the public. The Miami Valley
Power Project (MVPP), an Intervenor, which
filed an untimely request with the Board

1 that these issues be considered, suggested
2 that it had new information on these
3 matters. MVPP did not in its motion to the
4 Board or elsewhere sufficiently identify any
5 new information, its source, or say when it
6 became available. The NRC staff supported
7 the motion to reopen. However, the staff
8 recognized and the Board ruled that the
9 legal standards for further hearings were
10 not met.

11 "As we have indicated above, the issues
12 raised in the eight contentions are being
13 dealt with in the course of the ongoing
14 investigation and in the NRC staff's
15 monitoring of the applicants' Quality
16 Confirmation Program.

17 "For these reasons, the Commission con-
18 cludes that the Board has not set forth a
19 sufficient justification supporting its
20 order reopening the hearing record to con-
21 sider the eight contentions as Board issues.
22 Accordingly, the Board is directed to issue
23 an appropriate order dismissing the eight
24 contentions from the proceeding. . . ."
25 (Cincinnati Gas and Electric Company (Wm. H.
26 Zimmer Nuclear Power Station, Unit No. 1),
CLI-82-20, ___ NRC ___, July 30, 1982.) See
also Metropolitan Edison Company (Three Mile
Island Nuclear Station, Unit No. 1), CLI-79-
8, 10 NRC 141, 147 (1979).

18 The Commission's Order ensures that all necessary
19 actions to protect the public health and safety will be taken,
20 obviating the necessity for a duplicative exercise of juris-
21 diction by this Board. Compare (South Carolina Electric & Gas
22 Company, Virgil C. Summer Nuclear Station, Unit 1, Docket 50-
23 395.)

24 In passing the Atomic Energy Act of 1954, Congress
25 enacted "a regulatory scheme which is virtually unique in the
26 degree to which broad responsibility is reposed in the

1 administering agency, free of close prescription in its charter
2 as to how it shall proceed in achieving the statutory
3 objectives." Siegel v. AEC, 130 U. S. App. D. C. 307, 319, 405
4 F.2d 778, 783 (1968). See also Public Service Co. of New
5 Hampshire v. N.R.C., 582 F.2d 77, 82 (1st Cir.), cert. denied,
6 439 U.S. 1046, 99 S. Ct. 721, 58 L. Ed. 2d 705 (1978); North
7 Anna Environmental Coalition v. N.R.C., 174 U. S. App. D. C.
8 428, 431, 432, 533 F.2d 655, 658-69 (1976). To further these
9 statutory objectives, Section 161(p) of the AEA, 42 U.S.C.
10 §2201(p) (1976), confers upon the NRC an unfettered mandate to
11 issue "such rules and regulations as may be necessary to carry
12 out the purposes of this Act." Section 103, 42 U.S.C. 2133
13 (1976), directs that commercial licenses shall be issued
14 "subject to such conditions as the Commission may by rule or
15 regulation establish to effectuate the purposes and provisions
16 of this Chapter."

17 PGandE's position is that the NRC, which is invested
18 with extensive powers to effectuate its far-reaching mandate,
19 may utilize its inherent discretion in assuming complete
20 jurisdiction of the suspension proceedings when sound regulatory
21 reasons exist for doing so. We believe this is consonant with
22 the Supreme Court's approach in Permian Basin Area Rate Cases,
23 390 U.S. 747, 88 S. Ct. 1344, 20 L. Ed. 2d 312 (1968). The
24 question there was whether the Federal Power Commission (FPC)
25 had authority to impose a two and one-half year moratorium upon
26 filings of rate schedules while it implemented a new regional

1 rate-making scheme. The Court noted that it "has repeatedly
2 held that the width of administrative authority must be measured
3 in part by the purposes for which it was conferred." 390 U.S.
4 at 776, 88 S. Ct. at 1364 citing §16 of the Natural Gas Act, 15
5 U.S.C. §7170 (1976) which is similar in breadth to §161(p) of
6 the AEA. The Court went on to say that "[s]urely the
7 Commission's broad responsibilities therefore demand a generous
8 construction of its statutory authority." 39 U.S. at 776, 88 S.
9 Ct. at 1365.

10 The AEA does not preclude the Commission from the
11 assumption of jurisdiction of QA/QC violations and the design
12 aspects of Diablo Canyon nor does it require this Board to
13 reopen the record. The width and breadth of the Commission's
14 discretion is set forth in Power County Chapter v. Nuclear Reg.
15 Comm'n, 606 F.2d 1363, 1369 (D.C. Cir. 1979).

16 "Generally speaking, the law gives
17 agencies wide discretion to determine the
18 means of administration of pertinent regul-
19 atory standards, the techniques of inter-
20 pretation, application, filling in of
21 details and enforcement. As the Supreme
22 Court has recently emphasized with reference
23 to agency choice of procedures: 'Absent
24 constitutional constraints or extremely
25 compelling circumstances the administrative
26 agencies should be free to fashion their own
rules of procedure and to pursue methods of
inquiry capable of permitting them to dis-
charge their multitudinous duties.' Vermont
Yankee Nuclear Power Corp. v. N.R.D.C., 435
U.S. 519, 543, 98 S. Ct. 1197, 1211, 55 L.
Ed. 2d 460 (1978). The agency is not bound
to launch full blown proceedings simply
because a violation of the statute is
claimed. It may properly undertake pre-
liminary inquiries in order to determine

1 whether the claim is substantial enough
2 under the statute to warrant full pro-
3 ceedings. The appropriate agency has sub-
4 stantial discretion to decline to initiate
 proceedings based on this review, at least
 where, as here, he gives reasons for denying
 or deferring a hearing."

5 It is the broad delegation of authority in the AEA
6 which allows the Commission to determine the conditions, rules
7 and regulations pursuant to which licenses shall be issued as
8 well as the scope and format of licensing proceedings, to
9 construe that statute's provisions as granting the Commission
10 the authority to exercise complete jurisdiction of suspension
11 and compliance proceedings and to refuse to reopen the record.
12 Westinghouse Elec. Corp. v. U.S. Etc., 598 F.2d 759 (3rd Cir.
13 1979).

14 A. The Motion Does Not Address A Significant Safety Issue In
15 Light Of The Commission's Ordered Review Procedure.

16 PGandE has embarked upon an extensive independent
17 design verification program using independent reviewers as
18 mandated and approved by the NRC. This program is designed to
19 meet the requirements specified in the Commission's order and
20 Staff letter, both dated November 19, 1981. The program
21 provides for analysis of structures, systems and components of
22 the plant, to be expanded as necessary, a plan for identi-
23 fication of any defects discovered and a program for correction
24 of any such defects. Thus, there is no need for the Board to
25 involve itself in this matter because the public health and
26 safety are assured through operation of the Commission mandated

1 IDVP, subject to final review and approval of the Commission and
2 NRC Staff. Thus, Board involvement could add nothing.

3 In this respect the situation is similar to the Summer
4 case (South Carolina Electric & Gas Company (Virgil C. Summer
5 Nuclear Station, Unit 1), Docket 50-395, Memorandum and Order
6 (April 28, 1982)). There, an intervenor proposed a new
7 contention after the close of the record, based upon a Staff
8 report critical of operating and emergency proceedings at the
9 facility.^{2/} The Board noted that the contention was based on
10 new information brought to intervenor's attention only after the
11 close of the hearing, and that the proposed contention was filed
12 shortly thereafter. Even so, the Board held that intervenor had
13 failed to show the significance of the allegations within the
14 context of that particular proceeding at that late stage:

15 "To be sure, each of the alleged
16 deficiencies with regard to Applicants'
17 operating procedures contained in the [NRC
18 Staff] report would have some significance
19 to the safety of the plant if it actually
20 exists and were to go uncorrected. But
21 Intervenor has not alleged, nor do we see
22 any support for such an allegation, that
23 there is any danger that the alleged
24 deficiencies will go uncorrected. The
25 affidavits submitted by Staff and Applicants
26 establish that the shortcomings to
Applicants' operating procedures are being
routinely handled by Staff, and Applicants
have committed themselves to upgrade and

24 _____
25 ^{2/}Preliminarily, the Licensing Board ruled that the
26 intervenor must satisfy the "stringent standards" for reopening
a case in addition to the five-factor test set out in 10 CFR
2.714(a)(1) for late contentions. (Slip. op. at 2-3.)

1 correct the operating procedures in accordance with Staff's suggestions. In the face
2 of this established procedure for identifying the deficiencies and correcting them,
3 their mere existence loses its significance
4 in the context of this operating license
5 proceeding. Were the Board to take this
6 issue and determine that the alleged
7 deficiencies actually exist, we could do no
8 more than order that they be corrected and
9 that the corrections be monitored by Staff
10 - a procedure that is already in effect
11 without Board intervention.

12 "If we were to reopen the record every
13 time that Staff discovered a safety defect
14 and reported it to us, we could never bring
15 the proceeding to completion. See ICC V.
16 Jersey City, 332 U.S. 503, 514 (1944). We
17 see no correlative benefit for further delay
18 here, since Board involvement is unnecessary
19 to assure the public health and safety."
20 (Slip. op. at 3-4, emphasis added.)

21 Here, the IDVP guarantees that any identified deficiencies will
22 be corrected if necessary, and this Board, even if it ordered
23 the proceedings reopened, could do no more than order what has
24 already been mandated by the Commission. Thus, the public
25 health and safety are protected through implementation of the
26 IDVP and no significant safety issues remain to be addressed.
Therefore, the standard prescribed by the Commission regarding
the need for a significant new safety issue to reopen closed
records has not been met. (CLI-81-5, supra.)

27 B. The Motion Is Not Timely.

28 Governor Brown's motion is addressed to the adequacy
29 of PGandE's quality assurance program. In his previously filed
30 affidavit (page 98), Mr. Hubbard complained that he was not

1 allowed to testify during the 1977 ASLB full power hearings and
2 that his previous efforts to introduce a QA contention had been
3 denied. Mr. Hubbard's statements, while technically correct,
4 are misleading if not placed in the proper context.

5 The original notice of hearing in this proceeding was
6 published in the Federal Register on October 19, 1973. Joint
7 Intervenors advanced a total of 47 proposed contentions (with
8 some duplication), some of which were accepted for litigation
9 purposes, and by March 11, 1974 the time to advance contentions
10 expired, in accordance with the NRC's (then AEC) regulations.
11 (10 CFR 2.714(b).)^{3/} None of these proposed contentions
12 concerned QA/QC. In pleadings dated March 3, 1977, Joint
13 Intervenors sought to add, among others, a generalized and broad
14 contention on QA. The motions were supported by affidavits of
15 Mr. Hubbard dated March 10 and April 27, 1977. In an order
16 dated May 25, 1977, the ASLB denied the contention

17 ". . . on the basis of timeliness, not
18 required by law or regulation, lack of
19 specificity and unconscionable delay in the
20 proceeding." (Order at 2.)

21 The order provided further as follows:

22 "CLPI [attorneys for Joint Intervenors]
23 requested at the prehearing conference that,

24 ^{3/}10 CFR 2.714(b) provides that a petitioner "must"
25 file his contentions and the bases for each contention "set
26 forth with reasonable specificity" not later than ". . . fifteen
(15) days prior to the holding of the special prehearing
conference pursuant to §2.751a" The first day of that
prehearing conference in this proceeding was March 26, 1974.

1 if the 'new' contentions were denied, those
2 aspects of the contentions which relate to
3 seismic design could be raised within the
4 context of the previously accepted seismic
5 contentions. The Board believes that
6 applicable, specific aspects of any required
7 backfitting or of Quality Assurance pro-
8 cedures or implementation would be
9 appropriate for hearing insofar as seismic
10 design of the plant is concerned. The Board
11 will carefully consider any applicable,
12 specific aspect of the seismic design that
13 may be raised by CLPI. (Emphasis added.)

14 "The Board, on its own motion, hereby
15 directs PGandE and the Staff to present
16 evidence on the Quality Assurance program at
17 Diablo Canyon by having available witnesses
18 who are knowledgeable on this matter at the
19 scheduled hearing."

20 As requested by the ASLB in its order, PGandE and the
21 Staff presented testimony on the Diablo Canyon Quality Assurance
22 Program at the so-called "non-seismic safety hearings" October
23 18 and 19, 1977. Joint Intervenors did not choose to cross-
24 examine the witnesses despite being specifically offered a
25 chance to do so (Tr. 3609, 3618) and their proposed findings of
26 fact on the subject were, at best, perfunctory. More important,
despite the Board's invitation to do so, Joint Intervenors made
no subsequent attempt whatsoever to litigate "Quality Assurance
procedures or implementation . . . insofar as seismic design of
the plant is concerned."

Several years later, Joint Intervenors attempted to
once again raise a generalized QA contention in the low power
proceedings, but such a contention was denied by the ASLB in its
order dated February 13, 1981 on the following grounds:

1 "Joint Intervenors did not take advantage of
2 an opportunity to be heard on quality
3 assurance matters in hearings raised by the
4 Board on October 18-19, 1977. They have not
5 demonstrated in their filings or oral
6 argument a specific relationship between
7 this contention and the additional require-
8 ments for fuel loading and low power testing
arising from the accident at TMI as
specified by the Commission in NUREG-0737.
(Tr. 178). For these reasons and in
accordance with the Commission Revised
Statement of Policy of December 18, 1980 (at
page 8) contention 3 is denied." (Order at
18.)

9 Joint Intervenors later voluntarily abandoned their identical QA
10 contention in the post-TMI full power proceedings.^{4/}

11 In addition, much of the material referenced in and
12 attached to the Hubbard affidavit has been available in the
13 various public document rooms literally for years -- some of it
14 dates as far back as the 1960's. While the items being found
15 under the IDVP and PGandE Technical Program are "new", many of
16 the deficiencies in implementation of design QA were, as pointed
17 out in the Hubbard affidavit and attachments, noted historically
18 and available to parties in this proceeding. In any event, any
19 party should have advanced its QA contentions years before the
20 filing of the instant motion.

21 . . .
22 . . .

23 ^{4/}On March 24, 1981, Joint Intervenors filed a
24 motion to reopen the full power proceedings. Contention 1 in
25 that motion involved QA. On June 30, 1981, at the prehearing
26 conference for the full power proceedings, Joint Intervenors
filed a Statement of Clarified Contentions which withdrew
Contention 1 of the March 24, 1981 motion.

1 C. A Different Result Would Not Have Been Reached If The New
2 Information Had Been Considered By The Board.

3 The Commission has emphasized that to reopen closed
4 records requires that the significant new evidence would have
5 caused a different result had it been considered originally.
6 (CLI-81-5, supra.) This test must include all of the new
7 evidence, and not just the facts favoring one side. In addition
8 to the fact that there have been open items, deviations and
9 errors in the design effort and deficiencies in the area of
10 quality assurance, the fact is undisputed that the Commission
11 has mandated the IDVP. Further, that program, as established,
12 will discover and correct any deficiencies. If this information
13 were known to the Licensing Board when it issued any of its past
14 or future decisions, the result would not be different.
15 Certainly, the above-referenced facts would be cited but, again,
16 the end result would be the same.

17 V

18 Governor Brown Does Not Meet The Tests
19 Which Must Be Satisfied To Admit Late-Filed Contentions

20 As noted earlier, the time to file contentions^{5/} in
21 this proceeding expired in 1974. The requirements for late
22 contentions are set forth in 10 CFR 2.714(a)(1) and (d). Each
23

24 ^{5/}PGandE notes that Governor Brown has not tech-
25 nically submitted a specific contention. Thus, to the usual
26 objections directed to lack of specificity as a defect in a
contention in violation of 10 CFR 2.714(b), PGandE would also
here add lack of substance.

1 is considered briefly below, and each is subject to the general
2 observation that Governor Brown (and Joint Intervenors in their
3 motion before the Appeal Board) has made no attempt to comply
4 with any of them. This is fatal to the motion (CLI-81-5, 13 NRC
5 361, 364).

6 A. No Good Cause For Failure To File On Time Has Been
7 Shown.^{6/}

8 As indicated earlier, much of the material on which
9 the motion is based is not new but has, in fact, been available
10 to all parties for a number of years. During the period it was
11 timely to propose contentions, Governor Brown or Joint
12 Intervenors should have advanced one on QA but they did not do
13 so. They have made no showing justifying a delay of almost
14 eight years. A Licensing Board has already ruled that such a
15 contention was late in 1977. (ASLB Order May 25, 1977.)

16 B. Other Means Exist Whereby Governor Brown's Interest Will Be
17 Protected.

18 It is clear that the Commission and Staff can
19 adequately protect Governor Brown's interest. The order and
20 letter of November 19, 1981 require final Commission and Staff
21 approval of the IDVP and resultant modifications to assure that
22 Diablo Canyon Nuclear Power Plant is in compliance with the
23 License Application. Governor Brown can add nothing to this.

24 _____
25 ^{6/}The cases imposing this requirement are legion.
26 (See, for example, Duke Power Company (Perkins Nuclear Station,
Units 1, 2 and 3) 12 NRC 350 (1980).)

1 C. Governor Brown's Participation Will Not Assist In Developing
2 A Sound Record.

3 The complete answer to Governor Brown's Motion is
4 contained in the IDVP, the Project internal technical program,
5 and the results thereof. With provision made for final Staff
6 and Commission approvals, there is no need to develop any
7 additional hearing record.

8 D. Governor Brown's Participation Will Broaden The Issues And
9 Delay The Proceedings.

10 Governor Brown's Motion broadly requests that ". . .
11 the record be reopened so that the Board can consider critical
12 data relevant to . . ." QA programs for "design and con-
13 struction" and to require a design review and physical
14 inspection of structures, systems and components. For the
15 reasons outlined in the Summer and Zimmer cases discussed
16 previously, a reopened hearing would actually have nothing new
17 to consider since the IDVP and the Project internal technical
18 program have been developed and are being implemented. Thus, a
19 reopened hearing could needlessly broaden the issues and prolong
20 the proceeding since any evidence presented would only confirm
21 arrangements presently in place.

22 V

23 Conclusion

24 Governor Brown's motion should be denied, or, in the
25 alternative, certified to the Commission for consideration by
26 . . .

1 that body in conjunction with the previously certified questions
2 by the Appeal Board.

3 Respectfully submitted,

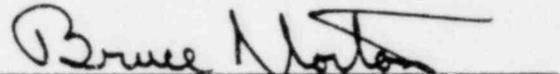
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18 DATED: August 16, 1982.
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UNITED STATES OF AMERICA
NUCLEAR REGULATORY COMMISSION

DOCKETED
USNRC

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BEFORE THE ATOMIC SAFETY AND LICENSING BOARD

amp

In the Matter of)
PACIFIC GAS AND ELECTRIC COMPANY) Docket Nos. 50-275 O.L.
(Diablo Canyon Nuclear Power) 50-323 O.L.
Plant, Units No. 1 and 2))

CERTIFICATE OF SERVICE

The foregoing document of Pacific Gas and Electric Company has been served today on the following by deposit in the United States mail, properly stamped and addressed:

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