ORIGINAL

OFFICIAL TRANSCRIPT OF PROCEEDINGS

Agency:

Nuclear Regulatory Commission

Title:

Georgia Power Company, et al. (Vogtle Electric Generating Station, Units 1 and 2)

Docket No.

50-424-OLA-3 and 50-425-OLA-3

LOCATION:

Bethesda, Marvland

DATE

Thursday, May 26, 1994

PAGES: 390 - 430

TR.OI



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1	UNITED STATES OF AMERICA
2	NUCLEAR REGULATORY COMMISSION
3	BEFORE THE ATOMIC SAFETY AND LICENSING BOARD
. 4	X
5	In the Matter of:
6	GEORGIA POWER COMPANY, et al. : Docket Nos. 50-424-OLA-3
7	(Vogtle Electric Generating : 50-425-OLA-3
8	Station, Units 1 and 2) :
9	X
10	
11	4350 East-West Highway
12	5th Floor Hearing Room
1.3	Bethesda, Maryland
14	
15	Thursday, May 26, 1994
16	
17	The above-entitled matter came on for prehearing
18	conference, pursuant to notice, at 4:05 p.m.
19	
20	BEFORE:
21	JUDGE PETER B. BLOCH, Chairman
22	JUDGE THOMAS MURPHY
23	JUDGE JAMES H. CARPENTER
24	
25	

1	APPEARANC	ES:
2		
3	On behalf	of the Nuclear Regulatory Commission:
4		CHARLES BARTH, ESQ.
-5		JOSEPH RUTBERG, ESQ.
6		Office of the General Counsel
7		U.S. Nuclear Regulatory Commission
8		Washington D.C. 20155
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10		
11	On behalf	of the Applicant, Georgia Power Company:
12		JOHN LAMBERSKI, ESQ.
13		Troutman Sanders
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15		600 Peachtree Street, N.W.
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18		
19		ERNEST L. BLAKE, ESQ.
20		DAVID LEWIS, ESQ.
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56		

1	APPEARANC	ES [continued]:
2		
3	On behalf	of the Intervenor, Kohn, Kohn and Colapinto
4		MICHAEL KOHN, ESQ.
5		STEPHEN KOHN, ESQ.
6		DAVID COLAPINTO, ESQ.
7		MARY JANE WILMOTH
8		Kohn, Kohn and Colapinto
9		514 Florida Avenue, N.W.
10		Washington D.C. 20001
11		
1.2	ALSO PRES	ENT:
13		DARL S. HOOD
14		LOUIS L. WHEELER
15		Office of Nuclear Reactor Regulation
16		LARRY L. ROBINSON, Senior investigator
17		NRC Office of Investigations, Atlanta
18		BEN B. HAYES, Director
19		NRC Office of Investigations
20		JOYCE MCDOW, Assisting Judge Bloch
21		
22		
23		
24		
25		

PROCEEDINGS

2	[4:05 p.m.]
3	JUDGE BLOCH: Good afternoon, I'm Judge Bloch.
4	On my left is Judge Carpenter, and my on my right Judge
-5	Murphy. The reporter has taken the step of getting the role
6	of the counsel for the parties for the record, so we don't
7	need to do that orally.
8	The first item on the agenda which has been
9	circulated to the parties is the status of negotiations that
10	they've been conducting. I'd like to state for the record
11	that negotiations started about 1:00, and it's now about
12	3:30. We've accommodated the negotiations by delaying the
13	start of the prehearing conference.
14	Who would like to report on the negotiations.
15	MR. BLAKE: Judge Bloch, I will try on behalt of
16	the three parties to describe the number of agreements that
17	we've made today. As in the past, with the board's status
1.8	conferences, I think the scheduling of these conferences
19	really has served as quite an effective vehicle to get us
20	together and cause us to address what otherwise we might be
21	addressing in rounds of pieces of paper. So I think it has
22	been productive.
23	To the extent I goof in describing the agreements
24	that I think we have, I'm sure the other parties will
3.6	active at the

As the matter of the order in which I address these things, I'm going to go through the report in the order in which we discussed them in our meeting. And that was to go through first the agenda items which the licensee had proposed in its May 24 submittal to the board, and next to go through Intervenor's proposed agenda items which were submitted also to the board in advance of the status conference today. That is about what I'm going to use at least as the outline. With respect to first our agenda items -- and I

think in the course of doing that, it will cover the various agreements that we've reached. With respect to the first item on our suggested agenda, which was Roman Numeral I, closure of discovery on license transfer allegations, the board's recent order really has cured most of those items for the parties and there is not much to be discussed there. The one item that was left out for further discussion among the parties also appeared on the board's agenda and that was the three days of the illegal transfer discovery depositions and how we would divide that up.

The parties have agreed to discuss in a conference call next Wednesday, June the 1st, at 2:00 in the afternoon a number of items, of which this is one. That is next Wednesday we will discuss what specific three days we will set aside to complete illegal license transfer discovery,

1 which means to complete depositions of people on that topic. 2 We now have agreed that it will be sometime during the week 3 of June 6, or June 13. It will actually be at the beginning of a chunk of time during those two weeks that we have set 4 aside for depositions. The first group of depositions will be on illegal license transfer. And that means complete Mr. 6 7

Dahlberg's deposition, plus three full days on people that

the Intervenor will identify to us next Wednesday in this

2:00 conference call.

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Also during that conference call, while I'm fixed on it, we will set the remaining deposition schedule for that two-week period. And that will be made up of four additional named individuals. And it will deal with the diesel generator issue. That will be the completion of Mr. Frederick's deposition, which was started this week but not completed. The other two individuals' depositions were completed as they reported to the board on what occurred. Mr. Frederick's was not. He'll be one. Mr. Aufdendampe will be deposed sometime during that two-week period, Mr. Green and Mr. Horton.

In addition, during the June 1, 2:00 conference call we will talk about the remaining open stipulations on illegal license transfer. At this point we appear to have, that is the licensee appears to have agreement with the staff other than our numbered stipulation 4. We have

396

- 1 agreement with the Intervenor as well on the vast bulk of
- 2 the stipulations. There are a number of them that we think
- 3 with some additional conversation we'll be able to narrow to
- 4 just a very few where we'll agree probably to disagree.
- 5 That is another topic for that conference call. And that is
- 6 all to be discussed during that conference call next
- 7 Wednesday.
- B JUDGE BLOCK: Is there a chance to actually be an
- 9 agreement on the statements of what is left to be
- 10 adjudicated on that side?
- MR. BLAKE: I haven't even tried that question
- 12 out. I don't know the answer to that, Judge Bloch.
- JUDGE BLOCH: If the parties can actually frame
- 14 the issues over which they're fighting or the two or three
- issues, that also would help to focus what we're doing.
- MR. BLAKE: I understand how productive that might
- 17 be; we just haven't focused on it yet.
- 18 JUDGE MURPHY: Mr. Blake, did you expect us to be
- 19 part of that conference call?
- MR. BLAKE: No, we didn't, Judge Murphy. But I
- 21 would expect following that conference call we'd be able to
- 22 make a report to the board on exactly where we were headed
- 23 on these items. And to the extent that we can't make it we
- 24 might need to enlist your help at that point.
- JUDGE MURPHY: Is it my understanding that you

- 1 expect to finish depositions on not only the illegal
- 2 transfer but also the diesel generator issues in this?
- MR. BLAKE: No, sir. No, sir. It with was
- 4 hopeful wishing maybe on your part.
- 5 JUDGE MURPHY: When you said four depositions I
- 6 thought maybe --
- 7 MR. BLAKE: The vast depositions will come later
- 8 in the scope outline later. But with respect to these
- 9 individuals they will be deposed during that two-week period
- or not at all. Mr. Lamberski has pointed out to me that
- 11 this schedule has to depend on the fact that he has to
- 12 consult with separate outside counsel for the individuals.
- 13 But believe me, we'll be working as hard as we can to make
- 14 this schedule fit.
- The next item on our proposed agenda is the Roman
- Numeral II, which was the Intervenor's witness list
- 17 concerning alienation of control. This was not an area of
- 18 agreement. But I will report and make my statement and move
- 19 onto the next. I will tell the board what I have told Mr.
- 20 Mosbaugh's counsel that I thought their witness list on
- 21 illegal license transfer was bologna. We've been involved
- 22 in discovering on this topic for a long time. We're really
- 23 narrowed down to just three more days of depositions in
- 24 order to complete this issue entirely. We had agreed to
- 25 give each other witness lists. And at the chairman's

- 1 suggestion, it was to be characterized as a preliminary list
- 2 to leave open the prospect that you might have to amend it
- 3 based on additional discovery or additional thinking. We
- 4 all have to do that from time to time.
- But the list that we got, some 37 people and
- 6 unnamed characterizations of people, was just not in my view
- 7 a best efforts list at this point to show who they really
- 8 thought were going to be their witnesses.
- 9 JUDGE BLOCH: If they want, given this isn't
- 10 purely on the settlement discussion, they can respond to
- 11 that now.
- 12 MR. BLAKE: Sure. They can now if they want,
- 13 Judge. I just said I'm just reporting on each of the agenda
- 14 items. I'm saying exactly.
- JUDGE BLOCH: If you feel like it you can wait
- 16 until later or say something now.
- MR. MICHAEL KOHN: I didn't want to interrupt.
- JUDGE BLOCH: I think your mike isn't on.
- MR. MICHAEL KOHN: Earlier I was going to wait
- 20 until Ernie was done with everything he was saying. But
- 21 there was one thing on point one that I wanted to cover and
- 22 we can deal with the witness list thing after we're done
- 23 with everything. But there was something on point one.
- MR. BLAKE: Sure, go ahead.
- MR. MICHAEL KOHN: That is on the group of the

- 1 people we will depose starting June 6, we were going to come
- 2 up with the schedule, our best shot at the schedule on the
- 3 June 1 meeting conference. But inasmuch as there is the
- 4 possibility that the scheduling would require some of the
- 5 illegal license transfer people potentially to come first or
- 6 in between, I didn't mean ever to suggest that we were going
- 7 to hold off on beginning depositions until we finished the
- 8 illegal license transfer. But I would follow with your
- 9 ability to produce whatever witnesses you could, and we
- 10 would try to reach an agreement on that.
- MR. BLAKE: That is fine. The sense was we were
- 12 going to try to get the illegal license transfer out of the
- 13 way in the order of business because of the availability of
- 14 independent counsel or the individual witnesses. One of
- 15 these people wasn't available until Wednesday the second
- 16 week. We did not mean to squeeze their time of Thursday and
- 17 Friday the next week.
- JUDGE BLOCH: If everyone is confident things are
- 19 really under control, that's fine. If you think there is
- 20 any questions that might be out of control, one thing I
- 21 suggest is getting a way to account for the time when you're
- 22 switching back and forth among cases, if you do do that.
- 23 Make sure you understand how you're accounting for how much
- 24 time has elapsed on the illegal transfer issue.
- MR. BLAKE: The next item on the agenda was the

schedule for completion of stipulations on license transfer and I've covered that previously. We believe we'll be able to work that out and complete that topic in the conference call next Wednesday.

The second page of our agenda had first the confirmation of a date for completion of discovery. This is the board's prior order which established 50 days from the issuance of the Office of Investigations report which was May 11. Although I understand the intervenors didn't get it until the 12th as the schedule for completion of all discovery and the diesel generator issue. And the Intervenors are concerned with not having received all the tapes and that the 50 days shouldn't start to run until the date by which they do receive all the tapes.

I think we've avoided the argument about tapes and whatnot by the following schedule, which I'd like to outline for you. And it really amounts to a joint request for the extension in the discovery schedule in order to accommodate the parties' interests. We'd propose the following schedule: That depositions, which I've already outlined, occur during the week of June 6 and June 13. That that out — that that schedule for depositions will be established during the conference call on the afternoon of June 1, and that the licensee will respond to the Intervenor's request for admissions on the OI stemming to or relating to the

1	Office of Investigations report by June 30.
2	JUDGE MURPHY: 30?
3	MR. BLAKE: Yes, sir. That also by June 30 the
4	Intervenor will respond to licensee's March 1 proposed
5	stipulations by regarding those as requests for admission.
6	We will conform the modification of our request for
7	stipulations into a request for admissions in a letter or
8	some form of document that we'll give to the Intervenors as
9	soon as we can so that we have no doubt about what is meant
10	there.
11	JUDGE BLOCH: Let's go off the record for a
12	moment.
13	[Discussion off the record.]
14	MR. BARTH: I have a question. Are these
15	stipulations on diesel matters?
16	MR. BLAKE: Yes. All the stipulations on illegal
17	license transfer I think have been the subject of the prior
18	agreement other than those few which we'll discuss next
19	Wednesday afternoon in the conference call.
≥0	JUDGE BLOCH: So what I understand is getting thi
21	done before a lot of the depositions will narrow the scope
22	of the depositions.
23	MR. BLAKE: Exactly. That is the hope and that's

willingness to extend schedule. Because in fact, as Mr.

the reason that you're going to hear more about our

1	Mosbaugh's counsel observed, that is their anticipation,
2	that by putting the depositions, the bulk of them after
3	getting our response on the admissions that they will be
4	able to do that.
5	After the responses from the licensee and the
6	Intervenor are exchanged on the admissions on June 30, there
7	would follow essentially the month of July ending on August
8	1 an opportunity for depositions on the diesel generator
9	issue. No date or names have been yet exchanged on that.
10	JUDGE MURPHY: When will that be done, Mr. Blake?
11	MR. BLAKE: August 1.
12	JUDGE MURPHY: When will the names be exchanged?
13	MR. BLAKE: We haven't established any even target
14	schedules for when the names would be exchanged, but we're
15	hopeful with the end date having been agreed to by the
16	parties, if we can get the board to extend the schedule to
17	accommodate that, that they'll be plenty of incentive to get
18	names early enough so that you can reach agreement and get
19	them in within that schedule.
20	JUDGE BLOCH: There will be no problem, I'm sure,
21	getting the agreement by the board on a reasonable schedule
22	that has been agreed to by the parties.
23	MR. BLAKE: Thank you.
24	When I said the end of depositions by the end of
25	August, that is also August 1 I'm sorry the end of

403

1	depositions by August 1, that is also the end date for
2	completion of discovery in all respects. And by that I
3	mean, interrogatories will have been sent, delivered to the
4	other parties in a time frame so that under the NRC's
5	regulations for typical responses, responses would be due by
6	August 1.
7	Therefore, if you decided to serve your
8	interrogatories by mail, you would subtract 19 days about
9	from August 1, 14 for typical time for interrogatories, and
10	5 for motion for serving by mail and you would have to
11	have submitted your interrogatories 19 days prior to August
12	
13	JUDGE BLOCH: I see one possible problem with that
14	and that is just that it's possible that adding a bunch of
15	interrogatories could be so extensive that the party sending
1.6	it would know that there is going to be an extension. I
17	would think that you really want it done so that
18	interrogatories are filed as early as possible, and whatever
19	is done at that last moment would be the smallest amount
20	that is left until that moment.
21	MR. BLAKE: Speaking for the licensee, I would
22	certainly follow that lead and we will try to do that.
23	JUDGE BLOCH: That seems to be something the
24	Intervenors can stick with also. As I was thinking about

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it, the interrogatories are awfully useful to get back

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1	before you do the depositions.
2	MR. COLAPINTO: Your Honor, we have attempted
3	already to file all the interrogatory questions that we
4	think are relevant. We're going to try to finish that off
5	so we don't have to file any in July. But it's a good
6	suggestion. As we discussed in our negotiations, we do
7	anticipate some follow-up written discovery once the answers
8	to the admissions come in, and so it's kind of foreseeing
9	the small period of time to do that. But I think as a
10	general rule, I agree completely. But I don't want but
11	the way it is set up now is the parties would be able to
12	file their last set of interrogatories 14 days prior to
13	April 1, or if they did it by mail, 19 days.
14	JUDGE BLOCH: I thought I heard you say something
15	else, I'm not sure, and that is you thought there might also
16	be some interrogatories following the last two weeks of
17	depositions to follow-up?
18	MR. COLAPINTO: No, no, no, following the
19	admission, the requests for admissions which are due on June
20	
21	JUDGE BLOCH: But that is well in advance?
22	MR. COLAPINTO: .es.

haven't really covered in this, but the deposition schedule

from July through August 1st -- when we were framing it, it

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MR. MICHAEL KOHN: There is one other item that we

1	was in my mind leaving at the most the time to do that and
. 2	we would be filing our discovery, that the due date would
3	actually end on July 1st as well. But I don't know if the
4	parties actually agreed that because we may have a vigorous
5	deposition schedule going on there, that the actual answers
6	might actually arrive after August 1st, but the actual
7	filings would occur before that time.
8	MR. LAMBERSKI: You're talking about August 1st?
9	MR. MICHAEL KOHN: Yes.
10	MR. LAMBERSKI: You said July 1st.
11	MR. MICHAEL KOHN: I'm sorry.
12	JUDGE BLOCH: What is this one time, that will be
13	an exception? I didn't understand that.
14	MR. MICHAEL KOHN: I'm afraid I didn't, either.
15	MR. COLAPINTO: What he is saying is that the way
16	the schedule is that the discovery has to be filed so that
17	it would be answered by July 1 August 1. I'm sorry.
18	That would not necessarily foreclose a party from asking for
19	an enlargement of time to answer that discovery request, you
20	know, if they were in the middle of depositions, but when it
21	is setting the final date is when there will be no more
22	discovery filed.
23	JUDGE BLOCH: I understand that, but I thought
24	there was a question on that which is to attempt to get
200	dependence and a second

25 interrogatories so there won't be a multiple one to answer

1	so it will reduce the chance of needing an extension.
2	MR. BLAKE: That, I believe, gives you the
3.	schedule that we were talking about for completing discovery
4	in this case. We did not go on and discuss the other items
5	that appear in your agenda, or even try to.
6	JUDGE BLOCH: It could be better to put that off.
7	MR. BLAKE: If we could, please.
8	Let me continue now with our agenda items and give
9	you any other agreements or things that we are agreed upon.
10	JUDGE BLOCH: Just one second. I would like to
11	ask the reporter to bind our agenda in so that there will be
12	a record of what it is. Bind it at this point in time in
13	the transcript, not at the back, right there.
14	[The Board's Agenda follows:]
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AGENDA -- May 26, 2 pm

- 1. Report from the parties on the status of their negotiations.
- 2. Computer-compatible record: Proposed findings, preliminary proposed findings, reports to be placed in evidence, exhibits, transcripts. Obtaining files that make it possible for us all to have a single, searchable data base. ASLBP will provide a PC with a modem beginning next week. Contact Jack Whetstine (301-492-7479), Mack Cutchin (301-492-7498).
- 3. Renewed request that all motions be accompanied, when possible, in computer format. Send disk or send e-mail with an attached Word Perfect (or, less preferable, text file) by internet to pbb@nrc.gov, copy to tdm@nrc.gov).
- 4. Schedule Intervenor's three days of illegal transfer discovery. Reset date for requests for stipulations.
- 5. Target date for end of discovery on diesel issues. (Complete release of OI tapes. Georgia Power's transcript of tapes 57, 58.)
- 6. Availability of Georgia Power documents for use by Intervenors.
- 7. Alleged unreasonableness of discovery requests and witness list. (Admissions, Third Set of Interrogatories, Deposition by Written Interrogatories and Oral Examination, May 13 List of Deponents, Witness List.)
- 8. Questions concerning Staff completion of discovery on illegal transfer.
- 9. Further scheduling questions. (Board Chairman not available June 13-17. ASLBP moves on July 9.) Pre-hearing conference on evidence issues and rulings on exhibits. Filing date for pre-filed proposed findings. Hearing. Next status conference.

1	MR. BLAKE: On the request for admissions, the
2	Intervenor's request as provided to us seeks admissions on
3	literally every sentence in the OI report. We've agreed
4	today that what we will provide is a response with regard to
5	all those numbered factual statements that relate to each of
6	the allegations in the way they've been outlined in the
7	report and will not provide our admission or denial of other
8	boilerplate sentences or other general sentences largely at
9	the beginning of the OI report.
10	JUDGE BLOCH: So the synopsis, for example, you
11	won't be responding to.
12	MR. BLAKE: 'That's correct, we won't be responding
13	to every sentence in there, but we will be going through
14	every one of the numbered factual statements with respect to
15	each of the violations.
1.6	JUDGE BLOCH: The easiest way to regulate the
17	proceeding is if your admissions have to do with general
18	principles, but those are going to be excluded, you're going
19	to be admitting individual facts. This is going to be a
20	little hard to use admissions in governing the proceeding.
21	Just the comment. I'm not saying you can't do it. But
22	obviously the way you streamline the proceeding most is to
23	have broad areas that you agree on instead of just
24	individual facts.
00.78	individual bacts.

MR. BLAKE: It may be once we have this level of

1	agreement	or ev	an agreem	ent to	disagree	in	certain	areas
2	other great	ater a	greements	may a	opear.			

JUDGE BLOCH: Of course, the greatest hope I would have is that you'd actually agree on what you're disagreeing about, so we can have a statement of what we're trying.

MR. BLAKE: With respect to the second item, B-2, which was the Intervenor's third set of interrogatories and request for production of documents, we agreed that we would respond to that by June 10, although by our calculations, our response without that agreement would have been due on May 31. We also agreed that while --

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JUDGE BLOCH: You said June 10, right?

MR. BLAKE: I should have said June 10, if I did not. We also agreed that while Intervenor's request could be read to require individual affidavits from all the named individuals in that request, that our response would take the form more typically used in responding to interrogatories provided to an entity, in this case the licensee, by way of an affidavit of a person who has conducted a survey of these people who indeed is willing to swear that what they're getting is an accurate answer, and that we would canvass the named people about their knowledge of these areas but we would not be trying to provide 30 or

JUDGE BLOCH: I take it that procedure on that is

40 or more individual affidavits.

1	that the people whose testimony is included in the summary
2	get a chance to read their testimony and sign off that t's
3	accurate?
4	MR. BLAKE: That is generally the case. We don't
5	normally provide information that individuals are not
6	comfortable with, where they're being cited as the source.
7	But it's a good deal more difficult for us to prepare
8	affidavits, get them out to people, wherever they are, than
9	simply talk with them on the phone.
10	JUDGE BLOCH: I want to be absolutely sure of what
11	procedure you had in mind. As long as the individuals are
12	comfortable, we're not going to get up them up on the stand
13	saying we really didn't know about that stipulation and we
14	didn't know about that statement. I'd like to avoid that.
15	MR. BLAKE: The next item
1.6	JUDGE MURPHY: Excuse me, Mr. Blake. Can I go
17	back to item B-1 for a minute?
18	MR. BLAKE: Item 1, B-1? Yes.
19	JUDGE MURPHY: I guess I'm a little bit confused
20	about what it was you agreed to. Are you just going to
21	respond to those paragraphs that have numbers in them?
22	MR. BLAKE: Yes. Numbers in them, or numbers at
2.3	the beginning of them?
24	JUDGE MURPHY: No, numbers at the beginning of the

paragraph. I mean there are paragraphs throughout here.

1 For instance, background summary review and analysis of	1	For	instance,	background	summary	review	and	analysis	of
---	---	-----	-----------	------------	---------	--------	-----	----------	----

- 2 pertinent documents, those kind of paragraph headings, that
- 3 don't have numbers. For example, investigator's analysis.
- 4 JUDGE BLOCH: Judge Murphy is pointing out page
- 5 51, for example. The first paragraph and background has no
- 6 number.
- 7 MR. BLAKE: Correct.
- 8 JUDGE BLOCH: So that would not be responded to.
- 9 MR. BLAKE: That's correct.
- JUDGE MURPHY: Same with summary, same with
- 11 investigator's analysis.
- MR. BLAKE: That's correct.
- JUDGE MURPHY: Just the numbered paragraphs is
- 14 what you agreed to.
- MR. BLAKE: That's correct. I think it appears
- 16 under the word evidence in each of those sections.
- 17 JUDGE MURPHY: All right. I just wanted to make
- 18 sure I understood what it was.
- MR. BLAKE: The next item in our agenda, B-3, was
- 20 the Intervenor's notice of deposition by written
- 21 interrogatories and oral examination of request for
- 22 documents. This item as well we would expect to respond to
- 23 by June 10.
- 24 Tomorrow afternoon at 4:00, we will have a
- 25 conference call to discuss licensee's objections to a number

of the individual questions that were proposed by Intervenor in its submittal.

3 I think those objections come in just two types. 4 One is questions which are on illegal license transfer. The second is those that we regard as overly broad which we 6 would like, and Intervenors have indicated they think an ability to do this, to narrow to some more reasonable 8 definition, and I will give you one example of that kind. 9 And I may be wrongly paraphrasing the question, but it was in essence list all articles you've read in newspapers relating to this or since 1990. That kind, we think we ought to find a more productive way of phrasing it which is -- be a little more realistic result. Since this vehicle 14 doesn't have a place for objections and discourse between the parties, rather it in the end will really be like interrogatories by way of answer, but here with individual sworn statements by the named individuals. We've agreed 18 with the Intervenors that there is not a need for these individuals to turn up in Atlanta on the dates and times 19 20 indicated in this document, but rather we'll be given the flexibility to talk with each of those people, provide them with the questions that we agree on in tomorrow's conference call, and that these people then will set out their answers 24 and swear to them and that is the response that will be provided to the Intervenors. 25

1	MR. MICHAEL KOHN: I think the only question is
2	what happens to the ones we don't agree on.
3	MR. BLAKE: Where we don't agree on questions
4	tomorrow, I don't think it's any choice but to get the board
5	involved before we start these people off trying to answer
6	them.
7	JUDGE BLOCH: I will be gone until the 1st of
8	June, though. That could cause a problem; three days at the
9	beginning of next week.
10	MR. MICHAEL KOHN: I guess the Intervenor could
1.1	accommodate those scheduling issues simply by the ones we
12	don't agree on, if we believe we both work in good faith to
13	reach agreement, then the ones we don't agree on, we'll
1.4	raise with the board at that time, and we would extend
15	licensees to enter those questions at some additional time.
16	JUDGE BLOCH: You know, it would help in the
17	course of your discussion if you understand what the
18	disagreement is, what the issue is. That would make it
19	easier than having to argue the issues.
20	MR. BLAKE: Well, I'm looking forward
21	optimistically to agreement on what the issues
22	JUDGE BLOCH: That is even better, but if you
23 .	can't agree, you could at least agree about what you
24	disagree about
25	MR. BLAKE: That completes the items that appeared

1	on licensee's agenda.
2	We then went through the Intervenor's
3	JUDGE MURPHY: Excuse me, Mr. Blake, did you
4	comment on item 4 or did I miss that?
5	MR. BLAKE: No, I didn't, thank you, Judge Murphy
6	I didn't because I really don't have any comments at this
7	juncture. There is nothing about that list which requires
8	us at the moment to really join issue. Unlike the illegal
9	license transfer where I had a different view of proposed
10	witnesses and whatnot, this is really early in the discover
11	process and I hadn't anticipated that they'd be able to com
12	up with a very final list.
13	MR. BARTH: Could I interject at this stage, Your
14	Honor? Although this is a May 13, 1994 list from Mr. Cone
15	to Mr. Lamberski, and its discovery between those parties,
16	thin, the board should give serious consideration to reques
17	that Intervenor depose boards of directors from the
18	beginning of this corporation, which started in 1974, and

JUDGE BLOCH: Why are you raising this issue? Is

see how it relates to any issue in this thing. I think the

the licensee unable to do that?

Intervenor --

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MR. BARTH: Your Honor, I have some kind of
obligation to see that the procedure that my agency uses is
not abused, and I think it's an abuse of the process of the

- 1 Nuclear Regulatory Commission to depose a board of
- 2 directors' member from 1964 with regard to a diesel issue
- 3 that happened on March 20, 1990.
- 4 JUDGE BLOCH: I think we have competent counsel on
- 5 behalf of the company, so I'm not worried about --
- 6 MR. BLAKE: Well, what Mr. Barth may not have
- 7 heard in the discussions was that when we expressed our view
- 8 of the unreasonableness of this list at this point and that
- 9 sort of expectation of numbers of people that they might
- 10 depose, the Intervenor said in the end after we have the
- 11 admissions response, after we have the other types of
- 12 responses on discovery, we don't anticipate the list will be
- anything like this. We're going to be more reasonable in
- 14 who we plan to depose. So I don't think Mr. Barth
- 15 necessarily heard that, and hopefully these kinds of
- 16 concerns will in fact be erased by the approach we've
- 17 outlined.
- On issue number 1 in the Intervenor's proposed
- 19 agenda, the issue of whether or not the staff had released
- 20 all the tapes, I think that is largely overtaken in terms of
- 21 at least its import by the schedule that we've outlined. I
- 22 don't know the answer to the question about the tapes,
- 23 frankly.
- P' MR. COLAPINTO: Just for the record, we understand
- hat all the tapes now have been placed in the mail to us.

- 1 And if Mr. Mosbaugh hasn't received them today, then he'll
- 2 be receiving them momentarily, so item number 1 is no longer
- 3 an issue.
- 4 MR. BARTH: I'm not absolutely certain that Mr.
- 5 Kohn is correct, but if he is not, I will make certain that
- 6 he is, that the tapes are provided.
- 7 MR. MICHAEL KOHN: There is one small issue on
- B that is that the tapes that are not part of the OI report --
- 9 and we understand NRC's desire to hold on to those, the
- 10 originals -- but the tapes that are -- a good segment of
- 11 these are Mr. -- are tapes outside of that, and I think we
- 12 would like the originals returned to Mr. Mosbaugh on those
- 13 tapes, because we no longer see NRC's reason for holding on
- 14 to Mr. Mosbaugh's property and it would aid Mr. Mosbaugh to
- 15 have the originals, rather than the duplicate tape.
- JUDGE BLOCH: What do you say about that, Mr.
- 17 Barth?
- 18 MR. BARTH: If Michael Kohn will identify the
- 19 tapes he wants back, we will consider within the framework
- of his statement, we'll consult with the licensee and with
- 21 Mr. Kohn and Mr. Rupert and myself to see whether or not
- 22 these could have an influence in this proceeding. If they
- 23 don't, I'm certain we'll give them back. We'll return the
- 24 originals of the tapes to Mr. Mosbaugh in the long run,
- 25 anyway. Our OI office is holding these very closely under

- 1 the strong guidance for chain of evidence rule in case
- 2 they're needed for the board's ultimate decision.
- 3 JUDGE BLOCH: There are other investigations under
- 4 way, so it may be that they're not in the OI report; you
- 5 want to make sure that the originals aren't needed for
- 6 another investigation, too.
- 7 MR. BARTH: Well, if he'll tell us what he wants
- 8 back, we'll --
- 9 JUDGE BLOCH: While we're on that question, there
- 10 was one board notice authorizing a presentation to us about
- 11 staff another investigation that we haven't had any
- 12 briefing on yet. Is there anything the staff can tell us
- 13 about whether we need the briefing on that one?
- MR. BARTH: Give me two minutes, will you, please,
- 15 Your Honor.
- [Pause.]
- MR. BARTH: The Office of Investigation has opened
- 18 the investigation on Board Notification 94-09. This is
- 19 preliminary. They have just started. They have come to no
- 20 conclusions whatsoever. So there is nothing I can tell the
- 21 board about this except that OI is looking at this. But the
- 22 board should also realize at the same time whenever we
- 23 receive an allegation that there has any kind of safety
- 24 implications, two parts of NRC goes to work. The people
- 25 from NRR and the people immediately go to check the safety,

- 1 is there a problem today. But the investigators also go to
- 2 find out, investigate whether there was a problem or whether
- 3 there was any kind of wrongdoing with that. For all these
- 4 board notifications you have had, Your Honor, you should
- 5 understand that, gee, there might be a problem, but the
- 6 safety people from NRC are on site, taking a look
- 7 immediately upon getting these types of allegations and the
- 8 investigation may go on for sometime thereafter.
- JUDGE BLOCH: We are concerned because we know now
- of three investigations that are underway, and we have no
- 11 way of estimating whether or not they're important to the
- 12 character and competence issue which we would try. And that
- does create some problems for knowing when we're going to be
- 14 able to conclude the case.
- MR. BARTH: The best I could offer you on that,
- 16 Your Honor, is to have OI make a presentation to the
- 17 licensing board in camera.
- JUDGE BLOCH: Well, I don't think it will help,
- 19 because I've already stated everything I learned that really
- 20 matters to this board. What we know is there are three
- 21 investigations underway and we have no idea when they're
- 22 going to be completed or how important they are. And that
- 23 makes it hard to know whether we should go ahead and try
- 24 this case. I guess if there is any way that we can be
- 25 assured of the nature of the connection between our concerns

1 and those	investigations	, that's the	only wa	y I think that
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- 2 we're going to know whether it makes sense to go ahead with
- 3 the hearing.
- 4 MR. BARTH: I understand what you're saying, Your
- 5 Honor, and I find myself in the same dilemma. I just cannot
- 6 make a better statement until I know where the
- 7 investigations go themselves and they are just started.
- B JUDGE BLOCH: What I was reassured by is that in
- 9 our annual meeting of the judges, we were assured that new
- 10 policy of OI is to try to tell boards as early as possible
- 11 what is going on. So I hope that may be possible.
- MR. BARTH: They did. I think this time they told
- 13 you before they started. That's early.
- JUDGE BLOCH: Well, yes, but there could be later
- 15 steps where they're in the middle of something, where they
- 16 know again whether or not it's relevant to what we're doing.
- MR. BARTH: I will commit that if we find in the
- 18 process of the --
- JUDGE BLOCH: What they said was they wanted to
- 20 make public statements as early as possible.
- MR. BARTH: If we find during the course of the
- 22 investigation something which could influence this
- 23 proceeding, we will bring it to the board's attention.
- JUDGE BLOCH: I know, but you wouldn't tell us
- 25 what it is.

2 tell you. That doesn't bother me. 3 JUDGE BLOCH: Thank you. 4 MR. BLAKE: Judge Bloch, I believe the next item is item number 2 on the Intervenor's proposed agenda. That is the transcripts for tapes number 57 and 58 in the 6 agreement between the parties. At an earlier point during 7 8 depositions in Atlanta, Intervenor counsel and licensee 9 counsel and staff counsel were able to reach agreement on tape number 57. And that licensee is currently attempting to reduce to some written final form that would be usable in 12 the proceeding and available for the board. It turns out not to be mechanically all that easy to get rid of bumps in 14 the transcript and get one transcript printed out which is what we agreed on. We were unable at that point in time to do the same thing on the transcript for tape 58. But we have agreed that the next time that we are together in 18 Atlanta when Mr. Mosbaugh is available for his counsel, 19 which presumably will be this week of the 6th of June, that first week of the two weeks of deposition, that we'll find an opportunity at that point to do the same thing with the transcript for tape number 58 that we have already 23 accomplished with 57, and that we will undertake, if 57 has been completed by that point, to get it to Intervenor at 24 that point. And if we are still working on it, then we'll

MR. BARTH: Oh, yes, we would have OI come and

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- 1 get it to them at the same time that we get them 58. But in
- 2 any event, that is the schedule.
- 3 JUDGE BLOCH: If the parties know what you're
- 4 talking about, that is fine. I really don't understand what
- 5 you have said at all but that is okay, if the parties are
- 6 satisfied. I don't know what the agreement is. I know
- 7 something is going on that has something to do with an
- 8 agreement.
- 9 MR. BLAKE: There are transcripts for each of
- 10 these tapes and different parties heard different things on
- 11 the tapes and had different versions of what those
- 12 transcripts ought to read. And this is the reconciliation
- 13 to the extent we can do it, the agreement between the
- 14 parties on what those tapes actually say. And, in fact, 57
- and 58 are the April 19th tapes, among them, important in
- 16 this case. So this is pretty important stuff.
- Number 3 I think we've covered, completion of
- 18 discovery for the diesel generator phase.
- 19 Number 4 was the Intervenor's request that we move
- 20 licensee's documents to Washington. Our agreement on that
- 21 is that we will do a better job as licensee in accommodating
- 22 Intervenor's request for times during which they can review
- 23 documents at the offices in Atlanta where the documents are
- 24 stored. The documents will not be moved to Washington but
- 25 rather we will attempt to accommodate off hours and

- 1 mechanics for making copies of the documents which we've
- 2 discussed but haven't reduced to any final rules that I can
- 3 outline for you.
- 4 But clearly there is a sense that we'll be able to
- 5 work our way through it.
- 6 I think that concludes.
- 7 JUDGE BLOCH: There must be some of those
- 8 documents already in Washington.
- 9 MR. BLAKE: Sure, some have been provided, and as
- 10 there are specific requests for documents, those documents
- 11 are generally provided. But, for example, we don't have a
- 12 set in our offices in Washington, that is in our law firm's
- office in Washington, or we'd be able to make it available
- 14 to them. They're used in Atlanta to work with the
- 16 witnesses, to work on discovery responses, and we've not
- undertaken to make another set of this literal wall of
- 17 documents.
- 18 MR. COLAPINTO: Your Honor, I'd like to say that
- 19 Mr. Blake has accurately summarized the agreements we
- 20 reached and I have to commend him because it was a large
- 21 amount. And the one that I think needs a little
- 22 clarification is the last one we discussed, item number 4,
- 23 on Intervenor's proposed agenda. Intervenor has not waived
- 24 our right to asking to transfer some of the documents to
- 25 Washington. We do think on the basis of our conversation,

- 1 an accommodation can be reached so they can remain in
- 2 Atlanta.
- JUDGE BLOCH: So you have the working agreement
- 4 but if it doesn't work out, you reserve the right to make a
- 5 different motion?
- 6 MR. COLAPINTO: Correct, and we're optimistic that
- 7 that will be resolved.
- B JUDGE BLOCH: Is the report of the parties
- 9 completed?
- MR. BLAKE: Yes, sir.
- JUDGE BLOCH: Then there is an item on our agenda
- 12 that we would like to cover. We are concerned to expedite
- 13 the work of the board in the concluding portions of this
- 14 proceeding, and one way to do that is to make sure that we
- 15 have the computer compatible record so that we can do
- 16 searches, if we have them, among the preliminary proposed
- 17 findings. Any of the preliminary reports that may already
- 18 be on disk would be helpful to us on the OI report and the
- 19 group report and notice of violation. There may be other
- 20 reports that will be submitted in evidence, perhaps they're
- 21 licensee reports, that we can also get on disk, plus any
- 22 exhibits that are available in computer form. There may be
- 23 a way, depending on how this is done, that it would be
- 24 helpful to the parties, but I suspect the parties have
- 25 already decided how they are going to do that for

1	themselves. What we do need to know in doing this whether
2	everyone is using compatible programs.
3	Why don't we go off the record for that
4	discussion.
5	[Off the record.]
6	JUDGE BLOCH: We have established that the parties
7	all use compatible word processing programs and we've
8	requested that the relevant documents that I mentioned
9	before be sent to the board in that format, and we've also
10	discussed having disks received with motions on them so that
11	the board can be helped in its preparation of decisions.
12	That will not be required, but it is encouraged.
1.3	Is there any other business that we must complete
14	today?
15	The board will take a brief recess because we have
16	the matter to caucus on.
17	JUDGE BLOCH: We're off the record.
18	[Discussion off the record.]
19	JUDGE BLOCH: We're back on the record.
20	The parties agreed during the discussions about
21	computerized records that any party that files a motion with
22	the board that would like to provide us with a copy may do
23	that without furnishing it to the other parties.
24	With respect to items that are going to be
25	included in the decisional record this case and that

- 1 therefore we might want to search and the parties might want
- 2 to search, it's been agreed that the disks containing the
- 3 computerized documents will also be sent to the other
- 4 parties.
- 5 MR. RUPERT: If they're available.
- 6 JUDGE BLOCH: If the disks are available, yes.
- 7 We're not requiring that documents be scanned into computer
- 8 form, but if they are available in computer form, they'll be
- 9 made available to the parties.
- 10 We would like to ask at this time that the staff
- 11 comment on item 8 on our agenda, what they know about the
- 12 completion of discovery on the illegal transfer.
- 13 MR. BARTH: We have no more discovery on the
- 14 illegal transfer, Your Honor, we intend to pursue. I think
- 15 we are done with that, and that should close the item out.
- 16 JUDGE BLOCH: Then there is the need to schedule a
- 17 status conference. Go off the record.
- 18 [Off the record.]
- JUDGE BLOCH: We're back on the record.
- MR. BLAKE: Is this hearing room still available
- 21 into June?
- JUDGE BLOCH: Yes. The licensing board is moving
- 23 July 8th -- 9th.
- MR. BLAKE: Judge Bloch, I wanted to make two
- 25 comments. One was I take it by the board's earlier

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1	observation that the board is agreeable to the extension of
2	this schedule that parties have agreed to and we can operate
3	on this now.
4	JUDGE BLOCH: This schedule now becomes an order
5	of the board.
6	MR. BLAKE: And second, I wanted to alert the
7	board that we may have additional scope issues coming and I
8	say that because last night we received from the Intervenors
9	their response to our third set of interrogatories and
10	requests for documents. I don't know whether the board has
1.1	seen that. It indicates that the Intervenors will want
12	board notification items included in this proceeding. We
13	have varying degrees of understanding of even what those are
14	since we've not seen allegations, and they relate to
15	allegations. I think the board is in the same boat.
16	JUDGE BLOCH: If the parties don't know what they,
17	we don't know what they are, either.
18	MR. BLAKE: But
19	JUDGE BLOCH: Actually, we don't know that any of
20	the parties know what they are, either.

MR. BLAKE: That may well lead to additional scope arguments, for two reasons; one, simply by substance, and second, by way of trying to keep some control on the proceeding and whether or not we're ever going to get the end of this tunnel. If allegations are continued to be

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- 1 raised --
- JUDGE BLOCH: I share your concern but I'm not
- 3 sure how we can handle that.
- 4 MR. BLAKE: I guess we'll have to discuss it once
- 5 ones we know what the allegations are and see how they
- 6 relate to what we have all come to understand as the
- 7 proceeding at this point.
- B JUDGE MURPHY: Well, Mr. Blake, wouldn't you agree
- 9 at the moment, you do have some finite things you can do,
- 10 can work on, can create a record, can start working towards
- 11 a decision, so at least we're that much ahead. I don't know
- 12 where the caboose is, but at least I see the locomotive and
- 13 a few cars going by now.
- 14 MR. BLAKE: That's correct.
- JUDGE BLOCH: From what I think I know -- and the
- 16 staff might want to look at this after I've said it -- I
- 17 think there is nothing directly related to the diesel
- 18 generator issue and the statements made by the company in
- 19 the diesel generator area. So I think it is a discrete area
- 20 can be tried separately. I don't know for sure, but if I'm
- 21 wrong, I would like to know that. It seems to me there is
- 22 nothing that is about to be investigated that is directly
- 23 related to the diesel generators, but I don't know for sure.
- MR. BARTH: Your Honor, at the last conference I
- 25 suggested we separate the transfer of license issue

- I illegality and this was resisted by the licensee and the
- 2 licensing board did not seem to feel it was separable for
- 3 trial, although separable for discovery.
- 4 I again reiterate in our view if discovery is
- 5 completed upon the illegal license transfer issue, that
- 6 means the facts are in, we can try that issue and get rid of
- 7 it. And this is -- I apologize for the tone of voice; maybe
- 8 it's late in the day. I think we can do this and get rid of
- 9 at least one part of this morass we are in.
- JUDGE BLOCH: I'm sorry, but that seems to take
- 11 issue with my belief that you could get rid of these two
- issues together. It seems to imply that you think maybe
- 13 there is something being investigated that relates to the
- 14 diesel transfer -- diesel generators.
- MR. BARTH: No, it does not pick on Your Honor, it
- 16 picks on Dr. Carpenter's words. Dr. Carpenter felt we
- 17 could get rid of what we could get rid of, and I agree with
- 18 that, because I think it is separable, and we could get rid
- 19 of this transfer issue. I think what we can do, we should
- 20 do as Dr. Carpenter suggested.
- JUDGE BLOCH: We both agree with Dr. Carpenter
- 22 about that.
- JUDGE CARPENTER: I was very careful not to be
- 24 specific.
- JUDGE BLOCH: It seems to me it makes no sense at

- 1 this time to try that issue first, if we could try both of 2 them together, because it's just going to interrupt discovery on the second issue. But far as I know, and I 3 4 want the staff to correct me if this turns out to be wrong, these two issues are sufficiently discrete from anything 6 else that might be investigated that they could be tried separately. The separate issue is whether they could be decided separately. And that is if the issues in any of the 8 other investigations have to do with credibility of the company, I don't know we could decide it separately or we could try it separately. 12 MR. BARTH: We will take Your Honor's admonition, and we will discuss it among ourselves, and I thank you for 14 the comment, You Honor. It has great merit. MR. BLAKE: I really only wanted to raise it, Judge Bloch, to alert you that this may be another argument coming down, and now that we have their answers, we may be 1.8 moving to compel to try to understand what these are. We 19 may be back in the same argument we had before, about
 - JUDGE BLOCH: On the scope question, the scope issues are very important for making the deposition process go forward efficiently. So we want to be helpful in resolving scope issues as quickly as we can. As soon as the parties know that there is a conflict over scope, I'd

informants' privilege and whatnot.

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- 1 appreciate it if he either would handle that by telephone or
- 2 by simultaneous filing of arguments so we can decide them
- 3 quickly.
- 4 Is there any scope issue that can be concluded
- 5 this week before I'm missing for three days?
- 6 MR. MICHAEL KOHN: From Intervenor's
- 7 understanding, the witnesses who we are scheduled to depose,
- 8 I don't see relating to any of the board notifications, off
- 9 the top of my head. I don't think the scope issue is going
- 10 to come out during that discovery phase.
- What I would propose is that the parties make an
- 12 agenda item for the June 23 conference matters relating to
- 13 scope that -- because I think Intervenor believes that some
- 14 of the board notifications are related to this proceeding
- and should go forward with this proceeding, and I think we
- 16 should devote some time on June 23 to at least for the
- 17 parties to start better understanding what the issues are
- 18 and to discuss -- just have some preliminary discussions at
- 19 that time.
- MR. BLAKE: That may be a good suggestion, Judge
- 21 Bloch, and we will take a look at their documents, and if
- 22 there is a motion to compel to be filed here, we'll try to
- 23 do it sooner rather than later in order to set up this
- 24 argument for that week.
- JUDGE BLOCH: Okay. And I would like to provide

. 1	on the record while we're here that proposed agendas for the
. 2	next conference be filed so they're received by the 21st,
3.	close of business on the 21st. Why don't we say 6:00 p.m.
4	since close of business is a little ambiguous.
5	JUDGE MURPHY: Apropos to the future in prehearing
6	conferences when we move into our new quarters in Two White
7	Flint North, the hearing room has three conference rooms
8	attached to it. So they would be available to the parties
9	for the type of discussions we are having today. The
1.0	hearing room itself I don't think is going to be as
11	conducive as this one was for that type of thing, but there
1.2	are conference rooms, reasonable sized conference rooms that
13	you could use. Presumably that facility will be available
14	as of July 9 or July 11.
15	JUDGE BLOCH: There being no further matters to
1.6	cover today, I'd like to thank the parties for their
17	participation. Today's prehearing conference is adjourned.
18	[Whereupon, at 5:05 p.m., the prehearing
19	conference was adjourned.]
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REPORTER'S CERTIFICATE

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

NAME OF PROCEEDING:

Georgia Power Company

(Vogtle Electric Generating

Station, Units 1 & 2)

DOCKET NUMBER:

50-424-OLA-3

PLACE OF PROCEEDING: Bethesda, MD

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

Official Reporter

Ann Riley & Associates, Ltd.