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# UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION

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In the matter of:

TEXAS UTILITIES GENERATING COMPANY Docket No. 50-445

50-446

(Comanche Peak Steam Electric Station, Units 1 and 2)

Location: Bethesda, Maryland Pages: 13,795 - 13,867

Date: Thursday, May 24, 1984

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# UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION

2 BEFORE THE ATOMIC SAFETY & LICENSING BOARD 3 5 In the matter of: : Docket Nos. 50-445 TEXAS UTILITIES GENERATING 6 50-446 COMPANY, et al. (Comanche Peak Steam Electric 8 Station, Units 1 and 2) 9 10 4th Floor 4350 East West Highway Bethesday, Maryland 11 Thursday, May 24, 1984 12 13 Hearing in the above-entitled matter convened at

Hearing in the above-entitled matter convened at 3:10 p.m.

#### BEFORE:

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JUDGE PETER BLOCH, ESQ.
Chairman, Atomic Safety and Licensing Board
U.S. Nuclear Regulatory Commission
Washington, D. C.

JUDGE WALTER JORDAN
Member, Atomic Safety and Licensing Board
U.S. Nuclear Regulatory Commission
Washington, D. C.

#### APPEARANCES:

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# On behalf of the Applicants:

NICHOLAS S. REYNOLDS, ESQ.
WILLIAM A. HORIN, ESQ.
MALCOLM PHILLIPS, ESQ.
Bishop, Liberman, Cook, Purcell & Reynch
1200 17th Street, N.W.
Washington, D. C. 20036

-and-

ROBERT A. WOOLDRIDGE, ESQ.
Worsham, Forsythe, Samples & Wooldridge
1500 - 2001 Bryan Tower
Dallas Texas 75201

## On behalf of the NRC Regulatory Staff:

STUART A. TREBY, ESQ.
GEARY S. MIZUNO, ESQ.
RICHARD BACHMANN, ESQ.
JOSEPH SCINTO
ANITE VANETTA
Office of the Executive Legal Director
U.S. Nuclear Regulatory Commission
Washington, D. C. 20555

On behalf of Intervenor Citizens Association for Sound Energy:

JUANITA ELLIS, President 1426 South Polk Street Dallas, Texas 75224

# On behalf of Texas Attorney General's Office

RENEA HICKS
Assistant Attorney General
Environmental Protection Agency
411 West 13th Street
Austin, Texas 78701

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# On behalf of Public Justice

ANTHONY Z. ROISMAN Trial Lawyers for Public Justice Washington, D. C.

### PROCEEDINGS

JUDGE BLOCH: Mr. Reynolds?

MR. REYNOLDS: Yes?

JUDGE BLOCH: We are going ahead on the understanding that the operator is trying to dial Mr. Woolridge. Is that acceptable?

MR. WOOLRIDGE: I'm on the line.

JUDGE BLOCH: Ah, very good. And Dr. McCollum is not with us. Is that correct? Okay, I assume from the silence that he answers in the affirmative. Let us -- let us begin.

My name is Peter Bloch, Chairman of the Licensing Board for the Texas Utilities Electric Company, et al. Case, Comanche Peak Steam Electric Station, Units 1 and 2.

There are two boards to this case. The dockets are 50-445 and 50-445-2, and also 50-446 and 50-446-2. It involves an application for an operating license.

Today's telephone proceeding is a prehearing conference for the purpose of discussing a variety of scheduling matters. Will the parties identify themselves for the record, beginning with applicant?

MR. REYNOLDS: Applicants Nicholas Reynolds, William Horn and Malcolm Phillips, and in Dallas

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Robert Woolridge. 2 JUDGE BLOCH: Okay, first in Washington? 3 MR. ROISMAN: Anthony Roisman with regard to the issue of harrassment and intimidation only, and with 4 5 me on the line, Billie Garde, my law clerk. MS. ELLIS: And Juanita Ellis in Dallas, 6 President of CASE, Citizens Association for Sound 7 Energy, the Intervenor. 8 JUDGE BLOCH: With us down in Texas? 9 MR. HICK: Renea Hicks. 10 JUDGE BLOCH: And for -- yes, Mr. Hicks? 11 MR. HICKS: I just said with the State. 12 JUDGE BLOCH: And for the staff of the Nuclear 13 Regulatory Commission? 14 MR. TREBY: My name is Stuart A. Treby. With 15 me on the line are Geary Mizuno, Richard Bachmann, Joseph 16 Scinto. We also have present with us Thomas Epalito and Anite Vanetta. 18 JUDGE BLOCH: The last name I didn't catch. MR. TREBY: The last name is Anite Vanetta. She is an assistant to Mr. Epalito.

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JUDGE BLOCH: There are a variety of matters that are scheduled, plus, of course, we have the custom of asking parties for additional matters at the end. The principal matter with which we are concerned today

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are the written motions to summary disposition filed by the applicants and whether or not the parties agree that these are addressing matters that should be able to be filed in writing.

We can discuss in detail as we go on what that would mean. Also of importance is applicants' motion for these option of special procedures filed on May 8th, 1984, which have been responded to in part by cases motion for enlargement of time filed on May 21, 1984.

There are a variety of scheduling matters that the Board would like to clarify, including the staff schedule to the extent that's possible, and the applicants' schedule for filing the remaining items related to its plan.

I think with that brief introduction, the order of those things doesn't seem to me to be that important, but I think it probably would be helpful if the staff could clarify, if it would, when it feels it is going to be able to respond to the various pending matters.

MP. TREBY: By pending matters, are you talking about the motions for summary disposition or something beyond that?

JUDGE BLOCH: That's a good start.

MR. TREBY: With regard to the motions for

summary disposition, it is our belief that in the first instance at least a response in pleading -- would be appropriate. We believe that --

JUDGE BLOCH: I'm asking about a schedule.

Can you do it within the time schedule provided in the rules?

MR. TREBY: No, I don't believe so. We have reviewed those motions. We've had our technical people review them and we believe that we have a number of matters for clarification that we'd like to ask the applicants about.

I would like to point out that when the applicants filed their plan initially on February 3rd, they indicated as part of that plan that they proposed to meet with Messrs. Walsh and Dole during the latter stages of implementation of the plan to discuss the results of those efforts.

And then in later pleading their discussions amongst the parties and with the Board, that would include the staff. We have not had any of those meetings. In reviewing the various documents, we find that we have a number of questions with regard to some of the data and some of the methodology.

We think that if we could have a meeting in the very near future -- we would prefer either the end

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of next week or the beginning of the following week -+
that we would probably be able to answer these motions
for summary disposition shortly thereafter, perhaps
within the time allotted by the regulations which would
be June 11th on most of the ones we've received.

But I suspect that we might need a short period of time to go after it. It all really depends on the information that we would gather at these meetings.

JUDGE BLOCH: Since the meetings would be designed to try to narrow issues and focus the motion to some extent --

MR. TREBY: These would be technical meetings and exchange of technical information between the people which would be designed to do that, you know, to the extent that the technical people could agree on what has been proposed and said — things and we all agree, that wouldm of course, narrow that matter and we'd be able to dispose of it.

will be pleased either to have you do that alone or with our participation, as you know. What I was going to ask you is whether in light of that process, you think that it would be fruitful to look forward to a situation where the Board would attempt to resolve these matters based on the written filing, supplemented, if

necessary, by further written filings requested by the Board or by oral argument or, if the Board considers it necessary to resolve the issues fairly, by cross examina-

Would you prefer adopting a procedure at this point which favored the determ; ation on written papers

tion of specified witnesses.

in the discretion of the Board?

MR. TREBY: Yes, we would favor that -- that approach after we have this meeting and filed our written paper.

any rights to take the time necessary to make a clear and careful technically correct response. I hope that's what we'll get because that's the only way the Board's going to be able to make a clear decision on summary disposition anyway.

Mr. Reynolds, would you like to comment on the schedule of staff as suggested and on the Board's comments on a principal commitment to determinations on written filings?

MR. REYNOLDS: Once you have Mr. Treby to clarify whether the staff indeed was suggesting that these matters could go off on the pleadings and you received an answer in the affirmative, that satisfied my concerns that the staff hadn't made up its mind one way

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or the other on that question. I think that a meeting in the next week is appropriate.

I would suggest that it be next week and not the following week because that would impair any hearing schedule that the Board might rule on today. So yes, we would agree that a meeting with the staff next week sometime is appropriate to respond to staff questions.

JUDGE BLOCH: Now, when you said with the staff, the staff suggestion was with staff and CASE. Is that okay?

MR. REYNOLDS: I didn't mind -- I didn't mean to exclude CASE.

JUDGE BLOCH: Mrs. Ellis, would you like to comment?

much our feeling. I think it would be worth the effort to try to resolve the things on paper, if possible, and at the very least I think it would be worth our while because we could narrow the issues considerably, and at best, we might be able to resolve all of them on paper to the Board's satisfaction.

I think that's certainly a good way to approach it. I don't know at this point, without checking with Mr. Walsh or Doyle, what their schedules would be like as far as a meeting. That seems like a reasonable way

to proceed if we could, you know, work out some -- with them to be available.

JUDGE BLOCH: It would be best if they could be available in person, but if not, I would hope things could be done so that they can have a meaningful conference by telephone.

MRS. ELLIS: Right, uh-huh.

TUDGE BLOCH: I think it is important that we try to proceed expeditiously and try to get it going next week. You understand that what we were requesting is that the parties agree in advance that the Board would attempt to reach decisions based on the written filings and that we would only have additional -- we would only have a hearing or cross examination if the Board determined that that was necessary to make a reasoned decision. Is that an acceptable standard to you, Mrs. Ellis?

MRS. ELLIS: Yes, I think so.

JUDGE BLOCH: It's my understanding that all of the parties are agreeable to that basic method of going forward. We, therefore, don't know at this time that any of the issues that are now pending before us will need to go to hearing, and therefore have nothing at this point to schedule for hearing.

We're hopeful that the parties will meet, narrow things and will give us the record to decide

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things on paper, unless, of course, the settlement is reached prior to that time, which is an even stronger wish on our part, as the parties all know. The --

MRS. ELLIS: One further comment I probably should make here is that we'll do our best to work within the time frame available, but, as everybody is aware, we've had like -- I think it's eight now, I've sort of lost count -- within the last week of motions for summary disposition, which is quite a lot to try to answer at the same time.

JUDGE BLOCH: We would only ask that you make reasonably expeditious request for extensions that you might need with an explanation of why you need the extension.

MR. REYNOLDS: Mr. Bloch.

JUDGE BLOCH: Yes?

MR. REYNOLDS: Could we have some sort of
Board understanding that Thursday or Friday of next week
will be the time when the staff meets with CASE and
applicants to discuss these motions?

JUDGE BLOCH: Well, it's my understanding that every effort will make -- will be made to have it done by no later than Thursday or Friday. It could be that when you look at the schedules, it'll be convenient to do it earlier in the week.

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I did ask -- say that I was going to ask applicants for their remaining schedule on filings. I notice, for example, that you have a filing on two-way restraints from U-bolts, but apparently nothing on cinched up U-bolts. Is that a matter that you're going to file on later and are there other matters that you intend to file on later?

MR. HORIN: Several matters that we are in the process of preparing in response to the plan. The U-bolt item is one that is in the final process of preparation. We are hopeful of filing it --

JUDGE BLOCH: Okay, one second. Who's speaking, please?

MR. HORIN: Oh, this is Mr. Horin.

JUDGE BLOCH: Thank you, Mr. Horin.

MR. HORIN: -- hopeful of filing that. If not, first thing next week.

JUDGE BLOCH: That's the cinched up U-colt question?

MR. HORIN: Right. The result of the tests that applicants have conducted and the analysis that we have performed on the three plan items that are related to U-bolt cinching.

In addition, we have filing on the stability question which should be completed within, hopefully,

today. We have the Design QA process which will be completed first thing next week. And also was the plan item regarding the Richmond Insert allegation.

That also is in the final stages of preparation. It should be out very shortly.

MR. REYNOLDS: Judge Bloch, this is Mr. Reynolds.

Looking at -- in response to Mr. Treby's comments that

the applicants have not provided the parties with an

opportunity to review this material before it was filed,

when we proposed our plan, we recognized that it was ar

ambitious plan.

The schedule was ambitious as well. What we have here is a program that normally would have taken perhaps a year to perform and we've tried to do it as expeditiously as we could, and have been successful in doing it in about three months.

It has not been as a result of bad faith that we have not provided CASE and the staff with copies of this material before we filed it. It simply wasn't available and, as we speak, we are working on completing the matters that Mr. Horin just described.

JUDGE BLOCH: Okay. I did want to comment that in the Board notification on protective coatings there was an allegation that related to the QA issue that I thought ought to be somehow mentioned or dealt

1	with. It's the allegation on page 6 of the Brookhaven
2	National Laboratory's report, Item Number 7 dealing
3	with documentation and design control.
4	I just thought that you ought to be aware that
5	we see some relationship between the QA for design issue
6	and the finding in that paragraph 7. Could we have some
7	idea from the applicants about the time frame in which
8	applicants are going to be responding to the coatings
9	allegation?
10	MR. REYNOLDS: Can we back up a minute? Now
11	I'm looking at
12	JUDGE BLOCH: All right, I'm looking at
13	Board Notification Number 84-106.
14	MR. REYNOLDS: What's the date of that?
15	JUDGE BLOCH: Dated May 22 and it's attached
16	to an April 25, 1984, draft from Brookhaven.
17	MR. REYNOLDS: Sir, I have not received that
18	document yet.
19	JUDGE BLOCH: Well, I'm sorry. That and
20	let's see, that well, I received it yesterday so I
21	assumed the parties had it. I'm very sorry about that.
22	MRS. ELLIS: We don't have it either.
23	JUDGE BLOCH: It is a seven-page draft. I
24	understand from conversations with the staff that in
25	addition to this draft, that there was a Region 4 letter

1	to the applicants asking for responses to 60 allegations
2	about violations in the coatings area.
3	MR. HORIN: We have that letter.
4	MRS. ELLIS: Yes, and we have that one also.
5	JUDGE BLOCH: The Brookhaven report is an
6	interim report that was intended to be followed by a
7	final report in the end of April, but which had to be
8	extended, the staff tells me, because they ran out of
9	money and they're completing a more finished report now.
10	That should be done sometime soon. Is that correct,
11	Mr. Treby?
12	MR. TREBY: I think what I indicated to you
13	was that this report was prepared because they when
14	we came into their contract period, they no longer could
15	give a status report as to where they were at that time
16	and that it was my understanding that their contract had
17	been extended.
18	JUDGE BLOCH: Until when? Do you know that?
19	MR. TREBY: Excuse me?
20	JUDGE BLOCH: Until when? Do you know?
21	MR. TREBY: I believe their contract has been
22	extended three months.
23	JUDGE BLOCH: So that their final report isn't
24	due until about the time the plant is schedule to start?

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JUDGE JORDAN: Judge Bloch, this is Walter

Jordan. It seems to me that this has to be taken up as a separate matter, the items that we're discussing.

JUDGE BLOCH: Well, it is. The reason I raised it is only because we're concerned with scheduling in relationship to plant start-up and we want to keep our eye on whatever those limiting factors are coing to be.

If the applicants are going to answer that these allegations are all baseless, there may be no effect on plant start-up except that we'll have to adjudicate the allegation.

If, on the other hand, there are important allegations that are going to be admitted, it could affect start-up directly.

MRS. ELLIS: Judge Bloch.

JUDGE BLOCH: Yes?

MRS. ELLIS: This is Ellis. One of the things that I think would be helpful, and I mentioned this just briefly to Mr. Treby before the conference call, is for the staff to clarify what, in effect, the caseload forecast panel really means.

It's my understanding that everything will basically have to work just about perfectly to -- for the applicants to reach that -- date. And I think it would be helpful for the staff to clarify maybe one specific -- what is being projected right now, as to

what it really means and whether they believe that this is in fact practical to rely on a date like that.

JUDGE BLOCH: Well, of course, the Board has seen the complete transcript. If the staff wishes to further clarify, it may, but I think we understand the contingency. Would the staff like to comment?

MR. TREBY: Only to the extent that, number one, there are contingencies and, number two, that it is a tool which the staff uses in displaying its resources. It is not a commitment upon the staff that the staff guarantees the plant will be ready at that time.

It is the staff's determination, based on the presentation made by the applicants, that the staff doesn't see any basis for arguing that it would not be done by that time, but we're not guaranteeing that it will be done.

There's a distinction between us making a finding that the applicants forecast appears to be measurable and we have no basis for finding that it will not be made versus a commitment on the staff's part that says yes, the plant's going to be done at that time.

And you never said -- you mentioned earlier that there was something in the transcript about the fact that the schedule was tight and that it did not include much, if any, leeway for contingencies that

might arise. That's the end of my consultation.

JUDGE BLOCH: Mr. Reynolds, I called Mr. Horin and I later spoke to you about hoping that there could be some settlement reached about CASE's motion for enlargement. Do you have anything to report about settlement discussions?

MR. REYNOLDS: I spoke with Mrs. Ellis five minutes before the conference call started and we weren't able to really spend any time talking about these matters. It seems to me that with regard to Item 3 in her motion, that is their response to our motion for revised hearing schedule, adoption of special procedures and clarification of issues, that those are the matters that we are to discuss here today in the conference call so that I admit that that motion for extension of time is really new.

with regard to the first two motions for extensions, it is relating to CASE's responses to applicants' proposed standards for litigating intimidation and applicants' motion to obtain access to OI information, it seems to me -- seems to me reasonable that since CASE has recently obtained counsel to address the issue of intimidation, that counsel should be afforded some reasonable time to review the pleadings that we have filed and to prepare responsive pleadings.

I think that an extension to June 12th is

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2 3 4 oppose an extension to June 12th. 5 6 on that point? 7 R 9 10 the same. 11 12 13 14 15 16 17 18 I did rule that way, didn't I? MR. HICKS: Yes.

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acceptive. Given the fact that these documents were filed in early May and they aren't really that complicated, I would agree to some reasonable extension of time and I would submit perhaps to June 5th. I would

JUDGE BLOCH: Mr. Roisman, could you comment

MR. ROISMAN: Yes, Mr. Chairman. We would be willing to work with the June 5th on Items 1 and 2, as proposed by the applicants, if the state is able to do

If the Board should ultimately rule that the state will be responding by the 12th, then we would want to have the same amount of time simply in order to make our filings more competent than they might otherwise be.

JUDGE BLOCH: I guess I already ruled with respect to the state that the 12th was acceptable because I saw no impact on the schedule of the case. Mr. Hicks,

JUDGE BLOCH: Mr. Reynolds, what is the effect of the schedule on the case of allowing extension 'til the 12th?

MR. REYNOLDS: I wasn't aware that you had so ruled for the state. Was that in a written pleading?

JUDCE PLOCH: No, it wasn't. It was one of those things that was going to be memorialized when they filed it.

MR. REYNOLDS: I see. My concern with regard to schedule and impact on the case is that we are hopeful to bring intimidation on to trial in early July and before we can fully prepare for that trial, the Board has to tell us what the standard for intimidation will be.

JUDGE BLOCH: Well, we understood the need for that and already made some preliminary rulings that tipped some of our feelings about that. Do you really need the formal filings on the legal matters that much in advance of the time of trial?

MR. REYNOLDS: Well, I don't see how we can fully prepare for trial, including taking whatever discovery may be necessary, until we know formally what the Board's view is on the standard for intimidation.

JUDGE BLOCH: Okay, wait. Maybe I should separate out number -- oh, I see. Okay, I understand the argument.

MR. REYNOLDS: I think with regard to both pleadings, time is of the essence in that not only the applicants, but all of the parties must understand what the Board views the issues to be and how the Board is going to handle the OI information.

MR. ROISMAN: Mr. Chairman, this is

Mr. Roisman. One of the concerns I have with what I'm hearing from the applicants is -- and I guess it relates somewhat to the -- to the Board's earlier ruling in March regarding the potential for cut-off dates and the applicants' now pending motion on that is that there are some ongoing investigations that are taking place with regard to the harrassment-intimidation issue, which if we learned anything else, I guess, from the Byron decision it is that the Board should not prematurely end an investigation by closing off the hearings and making a decision.

And this Board, in its own ruling last

December, seemed to indicate that it wouldn't want to

do that either. Indeed, if the applicant wishes, I

don't see anything from what I've heard that would

suggest that the issue of harrassment intimidation can

be resolved in the month of July.

Now, that's not to say there isn't a good reason to go ahead with some phases of the hearing on it, but I don't think that it is in the same category as I understand some of these issues on which motions for summary judgement are now pending and in which the final iterations of the positions of the parties are about to be developed and the Board may be able to,

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having in a sense already had some hearings on it, come to some conclusions even on paper.

So I'm having trouble putting the harrassment intimidation issue within the same track as the other issues are. Maybe that's just my early involvement in the case, but I'm not understanding how the applicant can be pressing for an early July hearing at possible prejudice to CASE when it knows that it can't get the issue resolved at least until the staff completes its own independent investigation of those matters.

And there are other independent investigations going on, including one by the Government Accountability Project and perhaps, although I don't know this for sure, maybe one by the applicant itself.

MR. REYNOLDS: Mr. Chairman, this is Mr. Reynolds. May I attempt to clarify?

JUDGE BLOCH: Before you do, I'd like to ask

Mr. Roisman my own question. I don't understand the

conflict between starting hearings on matters that we

can start on, for example, intimidation within the coatings

area which has been the subject of a full report -- it

may or may not be able to be fully released or relied on -
and concluding hearings on important investigations that

may be subsequently concluded.

The suggestion that the Board made about a

cut-off date would not preclude any hearings with respect to matters that occurred before that cut-off date, and it also would not preclude any reopening of that deadline with respect to important matters that were discovered after it.

It seems to me, though, that the applicants have something for the point that we ought to get started on intimidation because it's going to be a long process.

MR. ROISMAN: Oh, that's right. And I didn't want to -- I didn't want to say anything that was contrary to that. I think all I was trying to say is that given -- that given the harrassment-intimidation issue can't end until the OI work is done or the other independent work is done, it didn't seem to me that we needed to start it so scon if that -- and I don't know what that date is, by the way, but let's just hypothetically say the date currently projected for the completion of the OI report and any other of these independent reports is August the 15th and that the parties need to have an opportunity of a week or two minimum to examine that and to, if necessary, get discovery or whatever they're going to do so that they'd be ready for hearing.

If there are other hearings that the Board has got to have in any event, we don't gain anything by starting a hearing on the 6th of July of the issue of

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harrassment-intimidation and therefore we don't gain anything by jamming up the time in late May or early June for getting the -- for that.

That's my only concern. We seem to be rushing but maybe unnecessarily.

JUDGE BLOCH: Mr. Reynolds?

MR. REYNOLDS: Mr. Chairman, I'm not sure that counsel's premise is correct. Mr. Roisman seems to be suggesting that if there is a pending OI investigation, then this Licensing Board's hands are tied in concluding the hearing.

I don't think that's necessarily right. fact that there is a pending issue in this case on intimidation and the fact that there may be an ongoing OI investigation into the same issue, do not necessary marry up.

OI has made it clear to the Board in the past, as has Mr. Treby and Mr. Scinto, that OI is not bound by any schedule that this Board may impose. Indeed, OI is not bound by nor controlled by staff lawyers.

They are independent and they do things on their independent schedule. To suggest that this Board must stay its hand in conducting hearings on intimidation or indeed in closing the record on intimidation because of the pendency of an OI investigation into such matters,

is in my opinion incorrect. If OI completes an investigation in such a manner and in such time that it raises issues while the Board has the record open on intimidation, I agree with the Chairman that your order proposing an arbitrary cut-off date contemplates the reopening of the record if significant matters are raised.

I don't think it's correct to suggest that in all instances the Board must await the outcome of OI investigations on intimidation. Rather, it is my view that the parties should proceed with the issues of intimidation, present their cases and the Board should close the record.

If we can schedule that process such that we can receive the results of OI investigations, then that's fine. But if we can't, I don't think there's any law or policy at this agency that requires this Board to stay its hand to await OI results.

JUDGE BLOCH: Would staff like to briefly comment just on the schedule for the two items numbered one and two on page 6 of the CASE motion?

MR. TREBY: I'm looking for Items 1 and 2 on page 6.

JUDGE BLOCH: Item 1 is the deadline for the proposed standard for litigating allegations of intimidation, and Item 2 is the motion concerning Office of

Investigations obtaining access to information, etcetera.

MR. TREBY: I -- I guess I would support CASE's motion that they have until June 12th to respond to the -- with regard to the first one, the proposed standards for litigation.

I think that it is my understanding that there are ongoing OI investigations and that we need to await the results of at least some of them before the staff will even be ready to go to hearing on the subject.

And I do not believe that it will be greatly -the schedule will be greatly impacted by waiting until
June 12th to respond to the applicants' proposed standards.
With regard to the second item, it seems to me that the
Board's letter of May 17th regarding secret communications from the Office of Investigations had a large
part -- responded to the applicants' second motion.

I would also mention one other thing. It seems to me that with regard to this question of intimidation, one of the complicating factors is the question of confidentiality, and it seems to me that there is certainly some difficulty in going to hearing on questions of intimidation where there are confidentiality questions involved in, in fact, the Board's order in which you

can indicate that the information to this Licensing Board should be provided either publicly or subject to 2 3 a protective order, recognizes that there are confiden-4 tiality problems. 5 MR. ROISMAN: Mr. Chairman, this is Mr. Roisman again. 6 7 JUDGE BLOCH: Yes, Mr. Roisman. If you have a very brief argument on points made since your last 8 argument only. 9 10 MR. ROISMAN: Yes. Mine is just a point of clarification. I have not seen the May 17th order. 11 12 Secondly, your --JUDGE BLOCH: That is Brospective only. 13 Mr. Roisman. What we ruled was that OI should not give 14 us anything confidentially in the future. 15 MR. ROISMAN: All right, I'm sorry to hear 16 that, Mr. Chairman. I hope I'll have a chance to file 17 reconsideration. With respect to the things that the 18

other parties said, I believe that your March 15th, 1984, order made clear what's on page 3.

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At this point in our proceeding each issue heard must be heard to its conclusion. Again, on page 7, under paragraph D, where you make the point with regard to intimidation of the protective coatings area, that the subject's deferred because of the ongoing OI

investigation, and finally, on page 14 of that order

where you say, and I quote at the top of the page, "When

significant new events arise here within the -- of this

issue, when the Office of Investigation completes its

reports, findings relevant to this issue will be auto
matically -- will automatically be subject to litigation."

I think Mr. Reynolds' argument, unless he's moving to reopen on that issue, the matter remains open.

I'm not asking to postpone or even urging that the Board postpone the commencement of the hearings until it's over.

My only point was I didn't see the reason for the rush on starting it. It couldn't end until then, anyway, and it seemed to make some sense to get it started on the right foot and do it right once so that we don't have to do it again.

JUDGE BLOCH: Okay, let's resolve the narrow issues first. It's a Board order that the deadline for responding to the proposed standards for litigating allegations of intimidation be June 12th, 1984, and that the deadline on the Office of Investigations motion should be June 5th, 1984.

Now, we have not decided anything about applicants' suggestion for a greatly expedited hearing schedule. I want to point out some background information

on that. The first is that by action we already took during this conference, in which we're going to be resolving many things on paper, we have shifted some of the burden from the hearing process, from the time that we would have to spend in hearing, the time that must necessarily be spent by the parties in preparing analyses and considering their responses on the summary disposition matters.

The Board considers that that's a more fruitful way to spend time in resolving technical issues than spending as much time as can be done trying to unmask expert witnesses through cross examination.

And we are pleased that this efficient method of hearing management has been adopted, with the approval of the parties. On the question of expedition of the schedule, we are not prepared at this time to rule, and the reason we are not is that the applicants' findings -- suggestions -- were filed without a detailed schedule of what the obligations of the parties are and we feel that at this point we still do not have enough information in terms of a detailed schedule to make the balanced consideration of fairness and efficiency required of us by the rules and by the guidance given to us by the Commission.

There are a whole list of filings that parties

are now being required to make. There are filings the applicants are scheduled to make that parties are going to have to respond to.

There are subissues that we know we can go to hearing on, and others that have to be deferred. It seems to me that we ought to attempt to lay this out in a thorough manner and have it all before us before we attempt to decide what the fastest and most expeditious way to the conclusion of the case is and full consideration of the fairness needs for all the parties.

It seems to me we're not equipped now, despite the applicants' proposed schedule filed on May 18, 1984, to make that determination. It just doe not flush out enough what those parties' obligations are for us to set it in a fair context.

Now, I'd add that a successful completion of settlement negotiations, which are underway and are still hopeful, also would contribute to efficient resolution of the case, even though only some of the issues are now seriously under consideration for settlement. Mr. Reynolds, have you a comment on the statement that the Board has just made?

MR. REYNOLDS: I think certainly given the
Board's ruling with regard to the motions that are
pending for summary disposition and the fact that inherent

in that ruling is the conclusion that we don't need
evidentiary hearings on those issues, obviously the
release that we sought in our motion was in part
obviated.

However, I don't see any reason why the Board cannot schedule additional hearings to address the remaining issues in the case and establish that schedule now so that the parties may know the time frame in which they're working in order to prepare their cases.

JUDGE BLOCH: Well, I'd like to go to hearing rather rapidly on the coatings issue, which I was told months ago the applicants would be ready to go to hearing on, but you can't go to hearing on that one, can you?

MR. REYNOLDS: Mr. Chairman, I could not predict months ago that we would be faced with a letter dated May 18th with 60 allegations in it. Obviously, we just got that and you tell me there was a Board notification which I haven't even seen. We'll have to address that, too.

JUDGE BLOCH: Okay, what about the adequacy of the record keeping system?

MR. REYNOLDS: The adequcy of the record keeping system, the Board said -- records receivable memorandum? Is that what you're referring to?

JUDGE BLOCH: Yeah. 2 MR. REYNOLDS: We're preparing affadavits on 3 that. 0 JUDGE BLOCH: When will those be filed? 5 MR. REYNOLDS: I would guess within a week, two weeks. 6 JUDGE BLOCH: Okay, you think that that also 7 could be something that you'll seek summary disposition 8 on or is that something we'll need a hearing on? MR. REYNOLDS: No. Quite clearly, I believe 10 that's something that would be appropriate for at most summary disposition and perhaps not even that. I took 12 it as responding to a Board request for information. JUDGE BLOCH: Okay, I guess I saw that as still related to the Office of Investigations questions about the adequacy of relying on inspection report checklists as opposed to nonconformance reports. I thought that was still an open issue in the proceeding. Am I wrong about that?

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MR. REYNOLDS: Can you tell me to what document you're referring?

JUDGE BLOCH: Yeah, the CAT team found that you had issued a memorandum. I believe it was either --I think it was Mr. Tolson that issued a memorandum which changed the procedure from nonconformance reporting to

were assured during the hearing that the nonconformances on the checklist could be checked just as carefully and accurately as your nonconformance reporting system.

I thought that that matter was -- what we said in our order was still open.

MR. REYNOLDS: My recollection of the record in that regard is that the only open issue was with regard to the trending of deficiencies which are reported on IR's. Is that the matter to which you are referring?

My recollection is that staff testimony on the use of IR's was that there is nothing wrong or inconsistent with Appendix B in reporting nonconforming conditions on inspection reports.

JUDGE BLOCH: Yeah, our memorandum said that they had reached that conclusion rather rapidly in the course of the hearing and that, in the absence of further information on how those were tracked and how they were followed in the computer, that we were not confident in that conclusion.

MR. SCINTO: Mr. Chairman, this is Joe Scinto.

JUDGE BLOCH: Yes, sir?

MR. SCINTO: It's my recollection and it's our recollection basically that we think there is an issue in the matter. I think that the differences between

the staff filing and the applicants' filing concerning what we expected, it was part of the question matter the applicants had.

They indicated -- we expected that the applicants response to Question 1 of the 15 questions was to be a copy after discussion and including these kind of things.

The applicant has indicated they were going to file -- week, one week from summary disposition right now. If it's as comprehensive as the staff suggested it should be and our comments are --, then that -going to be put to bed.

If it is not as comprehensive, then I think it is a matter of issue in this proceeding.

MR. REYNOLDS: Mr. Chairman, the question that you alluded to was one of construction, inspection and sufficiency reporting, where as the matter that is contemplated in Item 1 of our plan is a design QA matter.

MR. SCINTO: But I -- and contemplated in our response is that it's -- on how the design gets actually implemented in the -- in construction --. That's been the design QA question.

MR. REYNOLDS: That to me, Mr. Chairman, is implementation through construction and construction QA. JUDGE BLOCH: I guess I see them as separate

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issues, but I see them as having been raised on this
record. Whether they're part of Part 1 of the plan is
not clear to me, and it is clear to me that questions
have been raised about how DCA's get tracked, about what
whether CYGNAS findings on the adequacy of the record
keeping system were adequate given the prenotification
problem.

We have problems generally on how the records are being used in the construction process that are open on our hearing record. One of the issues we raised was how you keep track of nonconformances.

As you recall, the IR's have checklists, but there's no serialized numbers on the checklist items as there were on the nonconformance reports and we were also not sure whether you were keeping track of those in a systematic fashion that would enable you to recover all of them.

MR. REYNOLDS: Mr. Chairman, we are in the process of preparing a response to your January 30 records receivable memorandum. That will be a rigorous response and that should be forthcoming within a week or two. We do not see that as a matter that will require hearing.

JUDGE BLOCY: Okay, what do you see as the next matter that requires hearing?

MR. REYNOLDS: Intimidation.

JUDGE BLOCH: And that we have to ask

Mr. Roisman concerning when he might be able to go to

hearing on and how soon and set a reasonable schedule

after hearing from him. Is that the right way to proceed
on that?

MR. REYNOLDS: No, I don't think it is. I
think it is a factor to ask Mr. Roisman how long it
will take to prepare his case, but we have to remember
that Mrs. Ellis has known intimidation was going to be
litigated for a year, and now to come in this day and
announce that she has new counsel to litigate that issue
should not prejudice applicants by delaying unreasonably.

I am, of course, sympathetic with Mr. Roisman's situation and I would agree that he should be permitted ample time, but he's representing a client who has a great deal of knowledge on this issue.

JUDGE BLOCH: May I ask Mr. Roisman whether he has ideas on the earliest date he might be able to go to trial on some portion of the intimidation issue?

MR. ROISMAN: Mr. Chairman, I would make the mistake on erring on the side of too much time, a subject which is ever popular in these conference calls, if I gave you an estimate now.

I would rather take a few more days to get

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on this record and to have some much more extensive conversations with Mrs. Ellis, and I have my law clerk in Fort Worth now so that she and Mrs. Ellis can go over this.

I could answer that question better in a week than I can answer it today. If I answered it today, I would say that a hearing date that would be -- the feasible one is the one that you had at least initially blocked out at the end of July, not the one at the first of July.

JUDGE BLOCH: Okay, I would appreciate a response in the hands of the parties by May 31, if you would, setting forth what you think a feasible schedule on intimidation is.

MR. ROISMAN: You're asking for a date to begin or a date for everything?

JUDGE BLOCH: Well, why don't you tell me as much as you think you can at that point.

MR. ROISMAN: All right.

JUDGE BLOCH: Tell me what your uncertainties are, what you can do and what you're not sure about.

We will then, at the request of the other parties, either convene a telephone conference to decide those matters or have an expedited system for response so we

can decide those matters. May I have the staff

comments on what we've just done?

MR. TREBY: At this point the staff can only

say that it's our understanding that there are ongoing investigations. We will immediately contact OI and see if we can get a better feel for what the schedule is and perhaps in response to Mr. Roisman's filing, we can, you know, advise the Board further as to our updated estimate.

JUDGE BLOCH: Mr. Treby, I notice that the applicants volunteered on page 3 of their filing on proposed schedule that you might be ready to go forward on the CYGNA report. Is that true?

MR. TREBY: No, it is not true.

JUDGE BLOCH: Do you know when you'll be able to have the staff schedule?

MR. TREBY: I'm advised that we will have a staff schedule within 10 days.

JUDGE BLOCH: Are there any items that you see as feasible for hearing on the dates we've already established for the beginning of June?

MR. TREBY: Nothing at the beginning of June.

JUDGE BLOCH: Mrs. Ellis, do you see anything at the beginning of June, other than a lot of headaches doing with summary disposition?

MRS. ELLIS: No, I really don't.

JUDGE BLOCH: And, Mr. Reynolds, I don't know if you do either. Do you?

MR. REYNOLDS: Well, let me check.

JUDGE BLOCH: Mr. Hicks, would you like to comment while Mr. Reynolds is checking?

MR. HICKS: I really don't think I have anything that would be -- add anything to what's been said.

JUDGE BLOCH: Thank you. I thought I'd check with you.

MR. HICKS: Thank you.

MR. REYNOLDS: Mr. Chairman, if the Board intends to rule on our motion seeking clarification of issues, in particular with regard to the need to litigate staff walk downs, we may flush out an issue.

It seems to me that if the Board is inclined to grant our motion that there would be no issue ripe for litigation in June. If the Board is inclined not to grant our motion or to grant partial relief to our motion, we may be prepared in June to litigate the staff walk down of the cable spreading room.

MR. TREBY: This is Mr. Treby. The staff does not yet have an inspection report on that inspection.

And further, we have serious question as to whether it constitutes a walk down in the sense that we've been

using it in this hearing as opposed to have been an inspection performed by the -- the staff of one room.

JUDGE BLOCH: I would comment that if I recall the basis for our order on wanting to look at the staff walk down, it was at the time in consideration of the need for hearing efficiency.

Our concern was that there were substantial issues pending concerning improper quality control practices and we therefore said that it would be fruitful to pursue two tracks -- one, the finished quality of the plant and, two, the question of intimidation issues.

The efficiency of doing it as a two-track process seems to have disappeared into thin air. Since it now seems that it's impossible to litigate the two of them at the same time, it therefore seems to the Board to make sense to go back to the other order, which is the -- intimidation issues first and get the quality of plant issues second.

And I think Mr. Reynolds probably has no serious qualms with that. Mrs. Ellis, would you like to comment on that?

MRS. ELLIS: I'm not sure that -- I think I need to look back at the order, if somebody else would like to talk.

JUDGE BLOCH: Would the staff like to comment

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MR. TREBY: We believe that the Board has accurately stated what previously happened and we agree.

JUDGE BLOCH: Applicants, I take it, agree?

MR. REYNOLDS: Yes, if I heard you correctly.

Would you repeat the summary of your statement?

JUDGE BLOCH: I think you heard it correctly, Mr. Reynolds. It sometimes happens that what we say is in your favor.

MR. REYNOLDS: Geez, I better sit down.

JUDGE BLOCH: Mr. Roisman, are you familiar enough with the record to have a comment?

MR. ROISMAN: I'm sorry, were you asking me,
Mr. Chairman?

JUDGE BLOCH: Yes. Do you have a comment on the ruling that we had considered plant quality to be important as a simultaneous issue because of doubts that were raised about intimidation.

What I've just said is that I think now since we can't get to those plant quality issues first, we should reserve them to see what we learn about intimidation before we get to those issues.

MR. ROISMAN: Theoretically, I don't see a problem with that. Obviously, the question is when do you start intimidation, not whether you do it before or

after the other issue, from my perspective.

JUDGE BLOCH: Okay. Of course, obviously, if the intimidation issue is a substantial one, as it appears at trial, then construction quality becomes far more important.

If intimidation is not so substantial, construction quality may drop out of the hearing. Mrs. Ellis, have you a comment at this point?

MRS. ELLIS: I think that Mr. Roisman covered our position pretty well on that.

JUDGE BLOCH: Okay, are there any other necessary matters for this conference?

MR. ROISMAN: Mr. Chairman, this is

Mr. Roisman. In order to prepare my piece of paper by

next week, could you just clarify for me a procedure

that you discussed with regard to earlier issues, and

that's the summary judgment issue, so that I'll better

understand, particularly in light of the Board's order

in December, what the Board's procedure is going to be?

If I understand correctly on the issues on summary judgment, the Board on some of these issues has previously taken evidence and at a point in the taking of that evidence the Board stopped to put the applicant on notice that at that point and at that stage of the record the applicant was not carrying its burden and

that the Board wanted to let them know that, and then the applicant began to prepare other materials.

Some of that is the materials that are going to be the subject of the summary judgment motions and the settlement discussions and the Walsh-Doyle meetings and the like.

JUDGE BLOCH: That's right, but to be fair, the way we've modified the summary judgement motions, with the Board's discretion to request additional affadavits or pleadings or even oral argument, what I really have set forth is a procedure for deciding technical issues on paper.

MR. ROISMAN: Okay. I guess my question is this: At this time is the Board, after the applicant submits its papers and then CASE and the staff and the state present their, will the Board, if it finds that the applicant again has failed, provide the applicant another opportunity or is that all the bites and will that same principle be applied to the harrassment-intimidation question?

JUDGE BLOCH: Well, we already had something to say about that issue, which is that there may be an opportunity to get a second bite but there is a point at which you reach due process considerations.

Obviously, we were very concerned that if we

were to give one more bite after this one, we would be getting close to that due process line. However, in keeping with the sound practice of all courts, I won't decide that issue until we see what it amounts to.

MR. ROISMAN: All right, then in other words, it is possible that -- excuse me -- that on harrassment-intimidation we might have a round of hearings, at the end of which time the Board might indicate that if that's all that's going to be said on it, the issue's going to be resolved against the applicant with whatever consequences there are and invite no more information.

Or the Board might say if that's all that's going to be said on it by the plaint -- excuse me, my court practice is coming through -- by the intervenor, that it's going to resolve in the favor of the applicant and thus the intervenor needs to decide whether they're going to bring in something more. Am I correct in understanding that that -- that is an optional action that the Board might take at the end of any piece of harrassment-intimidation hearings?

JUDGE BLOCH: Well, more often when there's a problem of incomplete presentation by the intervenor, which I don't expect to happen now that you're in the case, what we've done is to ask for additional evidence or ask our own questions at that point to obtain an

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adequate record. We have, as you know, an obligation to obtain an adequate record and we take that quite seriously.

I don't think the way we would deal with that problem is to go back -- although I can imagine the situation arising where we would become aware during deliberation that the record was not adequate.

It's possible. I again wouldn't rule on that

MR. ROISMAN: Okay, thank you.

JUDGE BLOCH: Mr. Reynolds, have you anything necessary at this point?

MR. REYNOLDS: Mr. Chairman, as you were speaking with Mr. Roisman, I was perusing the filings and I see three matters that are before you. The first is our motion for the Board to establish a schedule for the filing of proposed findings by the parties on the matters of welding and the CAT report.

It seems to me that while there may have been an argument that given we were going to go forward with hearings next month, that there were some equities suggesting we not file for postponment until sometime later.

That reason has now gone away and it seems to me perfectly appropriate for the Board to establish

a schedule for the filing of findings on CAT and welding, and I would suggest that we start today, the clock running, and that you prescribe the time limits in the rules for the filing of findings and required findings.

JUDGE BLOCH: Well, I find that the record on welding is certainly not adequate at the present time.

We, first of all, have a staff finding to which the applicants haven't responded.

That finding has to do with three repair welds for which no paper was found. We also have a staff obligation to this Board to comment on the Coleman finding that you made in which it was clear that repair welds are treated as fabrication and that there are no repair papers issued prior to those welds being made.

MR. REYNOLDS: Mr. Chairman, I would remind you that the matter of the three holes is not within the scope of the issues in this case. This was a matter that was raised and the Board ruled was not within the case, but the Board did ask the staff to investigate it.

JUDGE BLOCH: The problem is that as we reflect on that, it bears very heavily on the credibility issues affecting whether we believe the Stiners and we believe the applicants' witnesses.

That was the reason we asked for the Coleman

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paper before the hearing closed, and it now appears that there is some question as to exactly what the procedure was that was being followed with those repair holes and I certainly would not want to close the record until after we saw the results of that answer.

In addition, it's possible that the answer the applicants are going to give on the -- in response to the staff affadavit on Crayons and preheat could also affect the credibility issues that were litigated about the Stiners.

MR. REYNOLDS: The next motion you have pending is our motion with regard to the adoption of special procedures.

JUDGE BLOCH: No, wait. You originally mentioned the CAT report. I'm not sure, though -- my problem on the CAT report is that it was very complex and I'm not certain which issues in the CAT report are now ripe for determination.

I think if you wanted to make that motion,
you better flesh out a little bit more in writing which
CAT issues you think are now closed so they could be subject to findings.

In fact, one way for you to do that would be for you to file a summary disposition motion on it.

MR. REYNOLDS: The next motion you have pending

is our motion seeking special procedures.

JUDGE BLOCH: Correct. Would CASE like to take this opportunity to respond? We're talking about the applicants' motion from pages 6 through 10 on Roman Number -- the first Roman Numeral IV preceding the second Roman Numeral IV.

MR. ROISMAN: Mr. Chairman, this is Mr. Roisman.

Mrs. Ellis and I will both talk about this because the

special procedures will relate to some issues that we'll

be handling here and some that she'll be handling.

earlier in the conversation, and maybe I understood it -misunderstood it -- that the special procedures that
applicants talking about here is the so-called expediting
procedures and that you did not feel that the applicant
had provided adequate information from which you could
make the fairness and expeditious findings that you had
to make before you implemented those.

JUDGE BLOCH: Okay, but the ones I was talking about before were the ones in Roman Numeral III of the applicants' motion, which has to do with what you -- what you schedule, what we're ready to hear and when.

Roman Numeral IV is different. These are things that, to some extent, are drawn from the Commission's suggestion for practice before hearing boards

having to do with the expedition of the individual hearing sessions when they occur. For example, cross examination plans, use of documents in cross examination, cross examination limits. the board cross examination of witnesses and close of discovery. MR. ROISMAN: All right, well, I'm happy to comment on all of those. I would favor the use of cross examination plans provided the parties exchange them with each other. think the NRC hearings are good for those.

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I'm not a Perry Mason type lawyer and I don't

JUDGE BLOCH: May I ask --

MR. ROISMAN: It can happen two weeks in advance of when the witnesses go on the witness stand to avoid the witness saying, "Gee, I didn't know that was going to come up and I don't have the document with me" kind of problems that we seem to run into at these hearings.

JUDGE BLOCH: Sounds constructive. Mr. Reynolds, is that acceptable?

MR. REYNOLDS: Yes, that's fine.

JUDGE BLOCH: And staff?

MR. TREBY: The staff has a problem with the two weeks period in the sense that I'm not sure if that's

on your files in ad -- enough time in advance of that so that cross examination plans can be provided two weeks before the hearing.

MR. ROISMAN: Well, in commenting with that,
Mr. Chairman, I would want to have them filed sufficiently
in advance to make that possible, so that when we get to
the hearing we've all narrowed it down, we know what
everybody wants to hear from our witnesses and no one
has an excuse for not being prepared.

JUDGE BLOCH: So you want to have the testimony filed how much -- two weeks in advance?

MR. ROISMAN: No, I would file it -- I think it's a question depending upon the volume of testimony you're talking about whether you'd want a week to do your cross examination plan based upon the testimony, or two.

I would say if you're looking at a week's worth of hearings, you shouldn't need more than a week at most to prepare a cross examination plan from the proposed testimony.

If you're looking at two weeks of hearings, you might need two weeks to do your cross examination plan from the filed testimony. That again may depend on the volume of the testimony.

It's very, very hard to determine, and it

might be, and I would not object to this, to the Board

making a ruling the moment the testimony is filed as to how long it would give the parties to cross examination plans.

JUDGE BLOCH: Well, let me ask -- I think it would be helpful if you explained the detail that you expect to file in the cross examination plan so that the parties would have similar levels of detail.

MR. ROISMAN: All right, the best example I can use -- we only got to do these once. I did them in the Operating License Hearings on the Indian Point Number 2. That's ancient history, but at that time what we did was we indicated the areas that we wanted to do cross examination from the witness and the nature of the types of questions that were going to be asked.

For instance, if we were talking about whether a particular set of welds had been properly done, we would indicate the cross examination plan that we wanted to have the witness to explain and we'd indicate which statements in the testimony were the ones that we found questionable.

We would also indicate if we intended to confront the witness, and I think that's covered some-what in Mr. Reynolds' proposal, in Number B -- in Letter B what documents we were going to confront them with.

You know, how did you take into account this

particular thing. And we tried to have them in a level of detail in which the witness could honestly prepare and the "trickery" factor would be relatively diminished.

JUDGE BLOCH: Sounds like a good set of guidelines. I take it you agree, Mr. Reynolds?

MR. REYNOLDS: Yes, I agree with that, and I assume that this applies to all issues that will be litigated henceforth, not just intimidation.

MR. ROISMAN: I'm speaking only on behalf of CASE on intimidation and, Mr. Chairman, I'm not convinced that this is a procedure which can necessarily be carried out with the same level of detail by a lay person as it can by an attorney and I will speak to that.

JUDGE BLOCH: I would prefer to decide about whether to apply it to other issues when we know what the other issues are. Right now we don't have any to set for hearing.

So let's consider that it would be adopted for this purpose, unless staff has an objection at this point.

MR. TREBY: I guess the staff would like to have the timing aspect of this all clarified again. We have no objection to the principle of exchanging cross examination plans and identifying the documents that were to be used in -- as an effective means of making the hearing more efficient.

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I guess my question, though, is I am unclear as to just what the timing is.

JUDGE BLOCH: Okay, I understand first that if there's to be a one-week hearing, there's a one-week delay from the time testimony is filed until the cross examination plan is due.

If there's a two-week hearing, there's two
weeks to prepare the cross examination plan. It's going
to be in enough detail so that a lot of time, I hope,
will be saved at hearing.

Now, we've got to work backwards from that.

Mr. Roisman, how much time does there have to be from
the time that you receive the cross examination plan to
the time you go to hearing?

MR. ROISMAN: I would think if they're in the level of detail that we're talking about, maximum two weeks, maybe less. Maybe one, but --

JUDGE BLOCH: It sounds to me like we're going a little over on days. This is now three weeks from the time that the testimony is filed before you're going to hearing?

So I guess we can settle it's a three total on a two-week hearing. Mr. Reynolds, do you have anymore?

MR. REYNOLDS: I think, Mr. Chairman, three total on a two-week hearing would not be unacceptable, and

maybe if the parties took -- really, if you think about it, you do your cross examination plan witness by witness. We might also have agreed to file the seriatum (phonetic) as we do our cross examination plan and not try to hold the whole packet to the end.

JUDGE BLOCH: I actually see a problem on intimidation cross examination plan because I see that in the first instance most of the plan -- most of the witnesses' testimony is going to be filed by intervenors.

The applicants, I take it, are going to have -- are going to try to file simultaneously their rebuttal testimony. Is that right, Mr. Reynolds?

MR. REYNOLDS: Mr. Chairman, that depends on whether through discovery we can learn the substance of intervenor's case. We haven't been successful so far in doing that.

We would hope to file simultaneous pleadings if we were able to depose the prospective witnesses.

JUDGE BLOCH: Sounds to me like the best way to resolve the issues you raised, Mr. Reynolds, on the special procedures is to allow Mr. Roisman to prepare his paper and for you and he to talk during this next week.

And I have a feeling we're going to be able to make reasonable resolutions on an efficient schedule,

but that it'd be very helpful for the two of you to talk 2 on what that schedule ought to be. 3 MR. TREBY: We assume that they will also be 4 talking with the staff. JUDGE BLOCH: The staff is welcome to 6 participate, yes. 7 MRS. ELLIS: And I'd like to mention, too, 8 that some of the things that we're talking about, there 9 may be some variations that if we do not reach a settle-10 ment, we may need to get into with the Walsh-Doyle man. 11 JUDGE BLOCH: Okav, but right now we have no Walsh-Doyle issues scheduled for hearing so we don't 12 13 have to worry about that right now. 14 MRS. ELLIS: I just want to retain that 15 opportunity. JUDGE BLOCH: Yeah, but the discussion that 16 we're having will be for the intimidation matter. 17 MR. REYNOLDS: Mr. Chairman, let me -- this is 18 Mr. Reynolds. Let me just say that this motion was pre-19 pared and filed without the knowledge that Mr. Roisman 20 would be involved. 21 The fact that he is now involved for this 22 issue suggests to me that motion may not even be 23 necessary to the extent that it goes to efficiencies 24

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during the hearing process.

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We've worked with Mr. Roisman before and we know him to be an efficient litigator. So it really may be moved as it applies to the intimidation question.

JUDGE BLOCH: Okay, but what I'd like to have happen during this next week is for the parties to have discussions about what they consider to be fair and efficient and to try to reach agreements, including agreements on dates.

MR. ROISMAN: You're talking about dates for the commencement of a phase of hearings on this issue?

JUDGE BLOCH: Yeah, dates on the commencement of a phase of hearings if you can reach that. Otherwise the Board of course will be involved in that discussion at some near period of time.

I also expect, Mr. Reynolds, that your discovery problems may be eased with Mr. Roisman on the case. So I hope the discovery will proceed openly and above-board on both sides and that we'll get the hearing efficiently and fairly on the intimidation issues on the understanding that if OI reports come in subsequently, we're going to have to seriously consider reopening and getting back into matters that we may have thought we finished.

MR. ROISMAN: Mr. Chairman, I feel that I must say that -- have not seen it, I don't want to prejudge you -- but that if the Board has already ruled on the

procedure to be used with regard to the witnesses or the information that comes from witnesses who the parties don't know the names of, that if there is not an -- they are reporting only directly to OI or they're going through some other independent group like the Government Accountability Project but their names are not known to other parties.

If the ruling on that is that their information is inherently excluded from the hearing, that's going to greatly complicate this discovery portion of the process and I just want to --

JUDGE BLOCH: There's no ruling.

MR. ROISMAN: -- iterate -- oh, I'm sorry.

I thought that you had said you had made some ruling on the 17th of this month.

JUDGE BLOCH: No, that was only that we did not want OI sending us reports in the future which deleted information that was not being made available to the other parties.

We don't want to be in the position of even being able to be accused of having X-party information that could affect our decision.

MR. ROISMAN: I got -- well, Mr. Chairman,

I was going to write this. I will talk at this point.

It's so obviously coming up here. We wanted to propose

a procedure. We are concerned that the bulk of the reliable information on this subject may be people who are unwilling to have their names disclosed and to -- even under protective orders.

JUDGE BLOCH: May I interrupt? It sounds to me like a very important subject, but one that would be much better resolved if you'd present it in a thorough and careful way in writing.

MR. ROISMAN: I intended to do that and the date that you had given me for the filing of the piece of paper in which I hope to do that was either the 5th or the 12th of June. I now have a May 31 date.

JUDGE BLOCH: That's the 5th. That's the 5th because that's the one that relates to the motion on OI.

MR. ROISMAN: That's right, but I see an interrelationship between those, the May 31 -- and I haven't figured out the solution to the problem.

JUDGE BLOCH: You can always move it forward.
You never advance from filing something earlier.

MR. ROISMAN: I understand. I am not going to be able to make May 31 if I do both of those, and part of that reason is admittedly personal, but nonetheless unavoidable.

My son is being Bar Mitzvahed on Saturday and when this phone call is over, I'm leaving my office

until, at the earliest, next Monday morning so I need 2 to -- if I'm going to do this and do it -- and talk to 3 Mr. Reynolds and talk to the staff and try to work it out, I'd at least like the opportunity to move the date on which I do the response to what we have said on May 31 until, at a minimum, the end of that week, which is only another day or so but it's important for me. JUDGE BLOCH: Let me ask -- it sounds to me like you'd rather make your May 31 filing on the procedure for witnesses whose names are not known and delay

somewhat your filing on what you can go to trial first on. Is that right?

MR. ROISMAN: Yes. Or to try to work the whole thing out with the applicants because our proposal here is one that is of mutual benefit, I think, to all the parties if we can sit down and discuss it.

We're all -- I think we all have the same interest and that is to try to get to the truth.

JUDGE BLOCH: Mr. Reynolds, are you --

MR. ROISMAN: I did want to do it in a way that will not compromise people who are currently working at the plant who are scared of losing their jobs.

JUDGE BLOCH: Mr. Reynolds, are you for getting at the truth?

MR. REYNOLDS: By all means.

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JUDGE BLOCH: And sitting down together with Mr. Roisman for that purpose? 3 MR. REYNOLDS: I'm also for due process for 4 all parties, too. JUDGE BLOCH: That sounds like something the Board is for also. I bet the staff is for it. MR. TREBY: The staff is for it. JUDGE BLOCH: All right, why don't we leave it that the parties will talk, the Board will be available shortly, it necessary. Anything we can do to facilitate these conversations we will do. absolutely necessary at this time?

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And as the parties know, that would include evening hours, when necessary. We want to thank the parties for their participation. Is there anything

MR. TREBY: The staff has a problem. At the beginning of this conference call we were discussing the various motions for summary disposition which the applicant was filing on, the 16 items of the plan, and they were in the process of telling everybody when and why they were going to be covering when we went on to another subject.

I guess I'm unclear as to when all of these filings are going to be completed because it seems to me that that is a ncessary piece of information so we

can efficiently hold meetings on the plan.

JUDGE BLOCH: Okay, let's get back to that.

I thought we finished it. They gave us three items, the last of which was the Design QA process. Mr. Horin, do you want to finish what the schedule is on these inprocess items?

MR. HORIN: There's only one other item that we have not mentioned that's in the plan that has yet to be filed and that is the actual restraint question. That also is nearing completion and we intend to have that early to mid next week also.

JUDGE BLOCH: Is actual restraint the torquing problem? Not the torquing problem, the -- I guess it's a problem with the torque on the particular configuration that we were worried about last time? That one we're talking about with the bolt -- torque on a bolt?

MR. HORIN: This is the double trunion.

JUDGE BLOCH: It's the double trunion. Where's the torque on the bolt?

MR. HORIN: That's the Richman Insert with which I mentioned was under preparation now and it would be end of the next day or two.

JUDGE BLOCH: Oh, okay. I didn't hear that one.

That's the one -- is that the one you called stability?

MR. HORIN: No. Stability is the pipe support

stability question that Mr. Doyle raised, the piping system stability -- support stability.

JUDGE BLOCH: Okay, the ones I heard are
U-bolt cinching, stability, Design QA process, axial
restraint, which is the double trunion problem, and the
Richman Insert. Is that it?

MR. HORIN: There are -- there are a few other items that I'm sitting here -- if I had my group of people that are working on these, there are a few others that we presently are working on but I can't say definitely. We are hopeful to have those out next -- shortly.

Those are the wall-to-wall and re-analysis of all Mr. Doyle's supports but it's -- and by the time we're completed with all the filings, that one will be flushed out within individual responses to the other issues.

JUDGE BLOCH: Oh, we never did get back to that question of relevance either, which we were going to talk about.

MR. HORIN: We had that on our list to bring up before we came -- we signed off.

JUDGE BLOCH: Okay, all right. Did that answer the staff question on scheduling or not? Do you need more detail?

1 MR. TREBY: This list that he just gave, does 2 that include all 16 items in the applicants' plan? 3 All of the items that are intended to be handled by 4 testimony? 5 MR. HORIN: The list I just gave you includes 6 all of applicants' plan items, and all will be summary 7 dispositions. 8 MR. SCINTO: You will admit it's a summary 9 disposition. Is that correct. JUDGE BLOCH: That's correct, Judge Scinto. 10 MR. SCINTO: I want to make it clear that we 11 12 have indicated that we had already reached a conclusion that summary disposition was appropriate for things we 13 14 haven't seen yet. MR. REYNOLDS: But neither has the Board. 15 JUDGE BLOCH: That's correct, Judge Reynolds. 16 All right, now on the question of the relevance of the 17 safety margins filing, the safety factors filing, the 18 reason the Board asked the question is as we understood, 19 this issue of safety factors came up initially because 20

applicants were saying that the safety margins were so large that certain minor things could be ignored and then CASE, in its findings, addressed the question of what the safety factors really are.

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And applicants have gone back now in a motion

for summary disposition and have tried to argue that the safety factors are really quite high. But as I understand the thrust of this, it is that there are certain items which may or may not be required to be considered by the code which are marginal in the sense that their impact is generally small, although sometimes perhaps substantial, and that either because of practice at Comanche Peak or because of industry practice somehow defined, these small factors are not considered.

Is applicant arguing that under the correct interpretation of the code those small factors should be ignored by the Board?

MR. PHILLIPS: Judge Bloch, this is Mr. Phillips.

Applicant is not arguing that anything that the code requires to be done that this document would say that we don't need to do.

Indeed, applicant believes that they will meet all code allowables and perform all necessary calculations pursuant to the code.

JUDGE BLOCH: Okay, now but for example, on self-weighed excitation, as I read the code, that is one of the things that has to be considered. Now you may have reasons for believing that you are within code allowables because the effect is so small that it just doesn't throw you over.

Are you going to be arguing that you can ignore things like self-weighed excitation?

MR. PHILLIPS: No, Judge Bloch, that's not what we're arguing. It would go to the rigorous nature of the calculations. There are several ways to perform that calculation and we will perform the calculation in accordance with the code and we do not anticipate -- well, we know we do not exceed code allowables.

JUDGE BLOCH: Okay, now if we were merely to rule that you must meet the code allowables, would there at that point be any relevance to this summary disposition motion?

MR. PHILLIPS: Judge Bloch, we would think that if the issue of cumulative effect is not an issue in this proceeding, which we don't honestly think it should be, then we would withdraw the motion.

JUDGE BLOCH: The cumulative effect.

MR. PHILLIPS: This has been an issue that CASE raised under Section Y of their proposed findings which we attempted to address.

JUDGE BLOCH: All right, now that sounds like something that the Board talked about with CYGNA during the hearing. That is that factors which individually may be negligible could in certain supports which are right close to code allowables placed the support outside of

1	the code allowable. Is that what you mean? I didn't
2	hear. Was that a no or a yes?
3	MR. PHILLIPS: No, Judge Bloch, I do not
4	believe that's what we mean. I think what it is is that
5	we are indicating that in all instances we will meet
6	code allowable.
7	There are certain calculations that the code
8	does not require and the reason that the code does not
9	require them necessarily is because there is a chance
10	for inherent margins of safety.
11	JUDGE BLOCH: All right, we know the code does
12	not require that certain things
13	MR. PHILLIPS: Margins of safety in response
14	to CASE's Section 1.
15	JUDGE BLOCH: I see. You think that CASE is
16	arguing there are certain things that the code does not
17	require to be calculated should be calculated?
18	MR. PHILLIPS: That's an estimate. In many
19	instances, yes, that's why.
20	JUDGE BLOCH: All right, Mrs. Ellis, do you
21	know if that is an argument CASE is making?
22	MRS. ELLIS: I think I really need to talk to
23	Messrs. Walsh and Doyle about this one.
24	JUDGE BLOCH: All right, if you would clarify
25	that. It seems to me that I haven't heard that argument

from CASE. I've only heard an argument that they must meet the code allowables according to the terms of the code that's fully and fairly interpreted.

If they're arguing more than that, then there could be some relevance to the safety factor allegations.

Otherwise, I'm inclined to think there would be none.

Does the staff have a comment?

MR. --: This is Mr. --. I generally agree with the Board's look at this issue. I don't think that there is a separate issue on the safety factors. If the applicants are now saying that -- meeting the code allowables, even when you consider the factors or phenomenous which -- should be considered.

Just leave it at that and I believe that

potential resolution of all the individual issues which

relate to -- will -- safety factor question either coming

up there or being negated at -- so we know that's a

third and separate issue.

JUDGE BLOCH: Okay, is there anything else that must be considered?

MRS. ELLIS: There's one point of clarification
I'd like to ask Mr. Treby. In regard to the Brookhaven
report, did I understand you to indicate that the report
won't be out until October?

MR. TREBY: No, that was not correct. All I've

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indicated is that there was a Board notification made

of an interim report and that Brookhaven's contract has

been extended three months.

I'm not projecting what date their report is going to come out. It may come out within a month or it may take three months.

JUDGE BLOCH: Let me ask on the question of schedule for completing the plant, when applicants file that schedule, Mr. Reynolds, if there are analytical issues that have to be addressed before the staff concerns can be met, does that work itself into the schedule at all?

MR. REYNOLDS: Mr. Bloch, if you will recall in the merit affadavits --

JUDGE BLOCH: Yeah, you had three factors at the end which you said were beyond your control, I remember.

MR. REYNOLDS: Correct.

JUDGE BLOCH: But I wonder, for example, if
an issue were raised and you found that there was merit
to it, you know, that there really was a need either to
analyze further or to even correct some hardware, I take
it at that point you'd have to put it into your schedule.
Is that right?

MR. REYNOLDS: Well, I think so.

JUDGE BLOCH: Okay. Any other points? .

MR. REYNOLDS: Yes, sir, just a couple more

points, Judge Bloch. In your colloquy with Mr. Roisman

I don't know where you ended up on the filing dates. My

understanding earlier in the conversation was that on

June 5 CASE would file its response on the OI question

and that on June 12th CASE would file its response on the

standard for litigating intimidation.

JUDGE BLOCH: Yeah, my understanding is that you and he are going to sit down and discuss that, that June 5 would be somewhat flexible because of the interrelationship between the June 5 and the May 31 date.

He saw some problems in addressing those separately. That is the question of what's going to be tried first and what is the issue -- what is the way you should deal with confidential witnesses.

MR. REYNOLDS: Okay, so the June 12th date stands. The June 5th date is somewhat flexible and it may move forward toward May 31st? Is that right?

JUDGE BLOCH: The June 12th date is firm. The June 5th and May 31 dates I see as being somewhat flexible, yes.

MR. REYNOLDS: Last question. When you talked about welding, I was left uncertain as to whether the Board considers there to be outstanding issues that require further hearing or whether there are simply

outstanding matters between applicants and staff as to 2 which the Board wishes to be advised. 3 JUDGE BLOCH: Yeah, we want to see those 4 written papers before we will decide whether or not it's 5 appropriate to close the record. MR. REYNOLDS: Okay, so it's -- so as far as 6 7 the Board is concerned at this stage, it's written 8 pleadings that it's looking for? 9 JUDGE BLOCH: That's right. Incidentally, 10 it's my understanding from the conversation among the parties that there's to be no hearing June 1 through 4 11 or June 2 through 5. Is that correct? There being no 12 13 objection with CASE, that will be cancelled. Mrs. Ellis? 14 MRS. ELLIS: Yes, there are some portions in our motion on page 7, at the top, Item 3, there are some 15 16 aspects of that which I think that CASE does need to 17 address. 18 JUDGE BLOCH: Which motion? 19 MRS. ELLIS: Address them briefly in writing, but if we're going to be precluded from doing that --20 JUDGE BLOCH: Mrs. Ellis, which motion? 21 MRS. ELLIS: This is our motion for an 22 extension of time, for enlargement of time. 23 JUDGE BLOCH: Wait a second while I find that. 24

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Okay, what page is that?

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MRS. ELLIS: That's on page 7 at the top.

JUDGE BLOCH: Okay, what about it?

MRS. ELLIS: There are some specific portions
there which I would like to address at some point in time.
I would prefer to save transcript time and do that
briefly in writing. However, if we're going to be precluded from these specific things, for instance --

JUDGE BLOCH: You won't be precluded because our ruling was that the applicants are going to have to file a more detailed schedule setting forth the party's obligations before we will decide what can be set where.

That is except with respect to intimidation where there'll be other negotiations going on. But if the applicants want hearings on specific matters, we have to know how that relates to the party's total hearing obligation, and at that point you'll have an opportunity to respond with a comment on the fuel loading submission.

MRS. ELLIS: All right, including the things like the time limits, the documents to be used and so forth?

JUDGE BLOCH: The time limits, documents to be used and so forth are to be part of Mr. Roisman's discussions now, and we have not decided anything with respect to those on other issues. . Il discuss those

separately when we know what the issues are.

MRS. ELLIS: Okay. My only concern is that what applicants have said does not stand unchallenged.

JUDGE BLOCH: Well, we understand that that's a general principle in this case.

MRS. ELLIS: Okay. I'm still not clear if I'm going to be given an opportunity to respond to those -- those specific points.

JUDGE BLOCH: Well, we already ruled on the revised hearing schedule. We're not adopting the -- promotion at this point. The adoption of special procedures is going to be discussed only with respect to the intimidation matters between Mr. Roisman and Mr. Reynolds. Clarification of issues, remind me what that means.

MR. REYNOLDS: One is OI involvement and the second is walk downs.

JUDGE BLOCH: Well, we already ruled on walk downs and on OI involvement, that's going to be a subject of written filing.

MR. REYNOLDS: That's true.

MRS. ELLIS: I'm not at all sure that I agree with -- I'm not sure if applicants are attempting to limit it to just those issues. I think there are many other issues that are open also.

MR. REYNOLDS: Well, let me revise the scope of my motion, Mrs. Ellis. JUDGE BLOCH: You were just commenting on her motion -- on his motion, rather. Mr. Reynolds' motion when you said clarification of issues. There's a section in his thing that says "clarification of issues". It's pages 10 through 12. MRS. ELLIS: As far as the issue of limiting the time for cross examination and this sort of thing, the documents to be used in cross examination, I'm trying to find out when we will have an opportunity to respond to that?

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JUDGE BLOCH: When we know what issues there are going to be for hearing.

MRS. ELLIS: Okay.

JUDGE BLOCH: Mr. Scinto, did you have a comment? No. Is there anyone else who has necessary business?

MR. TREBY: This is Mr. Treby. I guess the staff requests that we also respond on June the 5th and June 12th to the respective applicant motions.

JUDGE BLOCH: Okay, that sounds very good. You usually have extra time, but that will be helpful if you don't take extra time.

MR. REYNOLDS: Mr. Bloch, is your cancellation

of the first week of hearings also apply to cancellation of the second?

JUDGE BLOCH: The date doesn't mention where the second week of hearing -- the first wee. was cancelled before we got on the phone today.

MR. REYNOLDS: That's right.

MR. TREBY: I didn't -- this is Mr. Treby.

JUDGE BLOCH: What's that, Mr. Treby?

MR. TREBY: I didn't know that the first week had been cancelled.

JUDGE BLOCH: Well, you may show up but it'll be a -- it'll be lonely. This scheduling conference is hereby adjourned. Thank you very much.

END OF CONFERENCE

## CERTIFICATE OF PROCEEDING

This is to certify that the attached proceedings before the

ATOMIC SAFETY AND LICENSING BOARD

In the matter of: Texas Utilities Generating Company,
et al. (Comanche Peak Steam
Electric Station, Units 1 and 2)

Date of Proceeding: Thursday, May 24, 1984

Place of Proceeding: Bethesda, Maryland
were held as herein appears, and that this is the original
transcript for the file of the Board.

Melba Reeder Official Reporter - Typed

Official Reporter Signature