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UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION84 JUL -5 P12:17

Before the Atomic Safety and Licensing Board

In the Matter of

LONG ISLAND LIGHTING COMPANY

(Shoreham Nuclear Power Station, Unit 1)

Docket No. 50-322-0L-4

(Low Power)

SUPPLEMENTATION OF JUNE 22, 1984 ORAL ARGUMENT

At the oral argument on June 22, 1984, concerning various discovery matters, the Licensing Board granted leave to the parties to supplement the record by supplying direct quotations from pertinent portions of the transcripts of depositions. Accordingly, LILCO hereby supplements the record as follows.

Copies of the referenced transcript pages are attached.

A. In Support of LILCO's Motion For Protective Order

The following transcript references from the deposition testimony of Michael Dirmeier and Jamshed K. Madan on June 14, 1984, indicate that the matters in Suffolk County's Second Discovery Request pertain to the issues of LILCO's financial qualifications to operate Shoreham, the impact of LILCO's financial condition on its ability to conduct low power testing and a comparison of the costs of decommissioning Shoreham, if a full

8407060111 840702 PDR ADOCK 05000322 PDR power license is not granted, with any economic benefit from early operation, all of which were described in LILCO's Motion for Protective Order and oral argument in support of that Motion on June 22:

June 14, 1984 Deposition of Michael Dirmeier

Page

14

	application for exemption. Rather, they were designed to obtain information concerning financial, economic and public benefit aspects (as defined in his deposition) of LILCO's application.
June 14,	1984 Deposition of Jamshed K. Madan
Page	Description
28	Will investigate economic consequences if Shoreham does go on line, if Shoreham does not go on line and, the cause for greatest concern, possible need to decontaminate the plant if Shoreham doesn't go on line.
29-30	Will also investigate possible incremental

expenses attached to fuel loading, need for additional personnel and the need for additional security. Will also analyze LILCO's ability to respond to some kind of major financial disaster, such as a hurricane, in light of its limited cash resources. The uncertainty surrounding

Description1/

Interrogatories are not limited to economic or financial claims made by LILCO in its

Nine Mile 2 is also a concern.

^{1/} All descriptions herein are paraphrased for brevity. The pertinent transcript pages are attached.

99-100 Does not know why LILCO's periodic financial reports since 1983 are needed for his analysis, but reviewing LILCO's general cash situation and events over 1983-84 could be critical to a cost-benefit analysis and to the potential issue of how LILCO's cash position may change. This is pertinent to LILCO's financial ability to operate the plant. Second Discovery Request seeking financial runs, reports, analyses showing actual and projected cash flow revenue expenses, capitalize cost and capitalize expenses is crucial to his analysis because it reveals what the capital structure looks like and how the cash flows. This is relevant to the Company's financial ability to operate the plant and go into low power testing.

Through interrogatories and depositions, hopes to find out what LILCO's response will be to various scenarios (based on its financial situation, whether finances prompt certain cutbacks, etc.).

Purpose is to discover whether or not any safety problems will arise from the Company's financial condition.

123-24 Second Discovery Request to LILCO is responsive to all the issues Madan intends to investigate.

B. In Support of LILCO's Request for Supplementation of Discovery Responses

The following references to deposition transcripts support LILCO's assertion at the June 22, 1984 hearing that proposed witnesses on behalf of Suffolk County had expressed no final opinions during their depositions with respect to the substance of their testimony:

June 7, 1984 Deposition of Aneesh Bakshi

Page	Description
43	Has formed no conclusion as to whether or not the particular model EMD diesel generators at Shoreham are suitable as an emergency power source.
63	Has reached no conclusion concerning the EMD diesels at Shoreham or the method in which LILCO intends to use them.
173	Does not know if there are any codes or standards applicable to the Shoreham EMD diesels with which they do not comply.
174	Has no opinion as to whether EMD diesels are able to reach their required speed.
176-77	Has no opinion as to whether Shoreham EMD diesels have the ability to take load and has not even formulated a plan for review of the issue.
178	Has reached no conclusion or opinion con- cerning the reliability of the Shoreham EMD diesel components.
181	Has no opinion as to whether the Shoreham EMD diesels are safe enough for their intended use.
182	Has made no design calculations concerning whether stress levels on the Shoreham EMD diesels pose any problem.
187	Has no opinion yet on how frequent surveil- lance testing could be made in order to ensure reliability.
193	Has formulated no opinion concerning the reliability of the EMD diesels based on their operating history.
198	Does not know if he will express an opinion concerning whether or not Shoreham EMD's

are capable of powering the emergency load which may be necessary to mitigate an accident.

June 4, 1984 Deposition of G. Dennis Eley

Page	Description
33	Has formed no conclusions concerning the reliablity of Shoreham EMD diesels.
42	Has no opinion concerning the running reliablity of the EMD diesels at Shoreham.
42-43	Has no opinion right now concerning un- availability of diesels due to mechanical failure.
55-56	Has performed no calculations concerning the ability of the EMD diesels to reach the necessary speed.
58-59	Has no opinion concerning the reliability of any particular components of the EMD diesels at Shoreham.
63	Has no opinion concerning the battery starting units on the EMD diesels at Shoreham.

June 11, 1984 Deposition of Christian Meyer

Page	Description
36	Dr. Meyer and Dr. Roesset have not yet de- cided what analyses they will be performing and have not yet divided tasks among them- selves.
62	Has reached no final opinion as a result of his visit to Shoreham.
77-78	Has reached no opinion concerning onsite power sources which consists of a gas turbine, transformers, switchyard, four mobile

diesel generators and their interconnecting parts. 79 Has no opinion concerning transmission line systems connecting onsite equipment to local substation and no opinions concerning substation components used to switch or control incoming power to the site. 80 Has no opinion concerning fuel oil storage tanks. 80-81 Has no opinion concerning physical electrical connections. 143-44 Has formed no opinion concerning items he will analyze in phase two of his work. 144-45 Has not yet begun his phase two analyses. June 12, 1984 Deposition of Robert K. Weatherwax Page Description 85 Has done nothing to determine what the potential failure mechanisms are in connection with the components connecting the gas turbine and the bus. 182-83 Has reached no final opinions with respect to LILCO's application for a low power license in any aspect of his review. June 12, 1984 Deposition of Mohammed El Gasseir Page Description 48 Has formed no opinions concerning low power license application which he is reviewing. Has not been asked to form any opinions. Does not know if he will be expected to testify and offer any opinions.

June 14, 1984 Deposition of Jamshed K. Maden

Page	Description
52-53	Has not "reached a final analysis" on whether there are any short-term higher costs of securing financing by LILCO as a result of the delay in bringing Shoreham on line.
66	Has reached no opinions yet as a result of his work.
80-81	Has reached no opinion concerning the cost to LILCO of a low power license.

June 14, 1984 Deposition of Michael D. Dirmeier

Page	Description
16-17	Has no final conclusion about what a comparison of early testing vs. late testing will reveal.
52	Has not reached any opinion as to whether there would be any delay costs to LILCO as a result of delaying low power testing.
60	Has no conclusions with respect to the savings of oil by bringing Shoreham on line.
84	Intends to finalize his opinions by July 15 or 16 so they can be filed.

In addition to the above depositions, and in order to keep the Board fully advised, LILCO provides the following references to the deposition of Gregory C. Minor taken June 26, 1984, wherein Mr. Minor stated that he, too, had no opinions:

Page	Description
46	Plans for MHB testimony "not finalized" and participation in testimony by Robert Weatherwax "not defined at this time."
51	SERA (Mr. Weatherwax) has not yet reached any conclusions and Minor does not know the extent of his participation in SERA testimony.
55	SERA testimony will be finalized by its due date.
56	Does not know whether Dr. Roesset will testify and does not know when a decision will be made concerning his testimony.
57	Minor "may be involved" in the seismic testimony.
59	Counsel for Suffolk County confirms that there is no certainty as to whether Dr. Roesset will be a witness. Dr. Meyer has reached no opinion.
73	Minor is not aware of any opinions by the seismic witnesses yet.
96-97	Bakshi and Eley have reached no firm con- clusions at this time.

Respectfully submitted,

LONG ISLAND LIGHTING COMPANY

Anthony F. Earley, Jr. Jessine A. Monaghan

Hunton & Williams P. O. Box 1535 Richmond, Virginia 23212

DATED: July 2, 1984

DOLHETED

CERTIFICATE OF SERVICE

*84 JUL -5 P12:17

In the Matter of
LONG ISLAND LIGHTING COMPANY
(Shoreham Nuclear Power Station, United) MG & SERVICE
Docket No. 50-322-OL-4 (Low Power)

BRANCH

I hereby certify that copies of LILCO's Supplementation of June 22, 1984 Oral Argument were served this date upon the following by first-class mail, postage prepaid:

Judge Marshall E. Miller Chairman Atomic Safety and Licensing Board U.S. Nuclear Regulatory Commission Washington, D.C. 20555

Judge Glenn O. Bright
Atomic Safety and Licensing
Board
U.S. Nuclear Regulatory
Commission
Washington, D.C. 20555

Judge Elizabeth B. Johnson Atomic Safety and Licensing Board U.S. Nuclear Regulatory Commission Washington, D.C. 20555

Eleanor L. Frucci, Esq.
Atomic Safety and Licensing
Board
U.S. Nuclear Regulatory
Commission
Washington, D.C. 20555

Fabian Palomino, Esq.
Special Counsel to the
Governor
Executive Chamber, Room 229
State Capitol
Albany, New York 12224

Herbert H. Brown, Esq. Lawrence Coe Lanpher, Esq. Kirkpatrick, Lockhart, Hill, Christopher & Phillips 1900 M Street, N.W. Washington, D.C. 20036

Honorable Peter Cohalan Suffolk County Executive County Executive/Legislative Building Veterans Memorial Highway Hauppauge, New York 11788

Martin Bradley Ashare, Esq. Suffolk County Attorney H. Lee Dennison Building Veterans Memorial Highway Hauppauge, New York 11788 Edwin J. Reis, Esq. U.S. Nuclear Regulatory Commission Washington, D.C. 20555

Stephen B. Latham, Esq. John F. Shea, Esq. Twomey, Latham & Shea 33 West Second Street Riverhead, New York 11901

Docketing and Service Branch Office of the Secretary U.S. Nuclear Regulatory Commission Washington, D.C. 20555

Hunton & Williams 707 East Main Street P.O. Box 1535 Richmond, Virginia 23212

DATED: July 2, 1984

Jay Dunkleberger, Esq.
New York State Energy Office
Agency Building 2
Empire State Plaza
Albany, New York 12223

Mr. Martin Suubert c/o Congressman William Carney 1113 Longworth House Office Building Washington, D.C. 20515

James Dougherty, Esq. 3045 Porter Street, N.W. Washington, D.C. 20008

anthony F. Earley, Jr. 1.

- 1 financial aspects of the low power -- the application
- 2 for exemption?
- 3 A Well, I don't know that I would say they were
- 4 limited to that. They are designed to provide us with
- 5 the information we need so that we can present a
- 6 complete case regarding the financial and economic and
- 7 public benefit aspects of LILCO's applications.
- 8 Q Tell me what financial aspects you're locking
- 9 at with respect to LILCO's application.
- 10 A Well, I believe Er. Madan testified to this
- 11 this morning, and we can go back to it all again.
- MR. SEDKY: Given your understanding.
- 13 THE WITNESS: There are cost-benefit aspects
- 14 of the company's application. There are financial
- 15 aspects of initiating the testing when you are faced
- 16 with potential reorganization. There is analysis of the
- 17 company's financing plan. There is concern as to the
- 18 company's situation where costs exceed revenues, and
- 19 there needs to be analysis of that. So there are a
- 20 number of financial areas we will be exploring.
- 21 BY MR. ROLFE: (Resuming)
- 22 You mentioned the cost-benefit application.

- 1 those are the three leading candidates for consideration
- 2 at this time.
- 4 late testing, both assuming ultimate operation?
- 5 A Well, you have financial projections of the
- 6 situation over a period of years with early testing and
- 7 financial projections over a series of years with later
- 8 testing, and you compare those, analyze them.
- 9 2 Have you done that kind of analysis yet?
- 10 A At this time?
- 11 Q Yes.
- 12 A In this proceeding?
- 13 0 Yes.
- 14 A No.
- 15 Q Have you done it in any other proceeding?
- 16 A For testing?
- 17) Yes.
- 18 A No.
- 19 2 Have you done any -- do you have any
- 20 preliminary opinions or conclusions as to what that
- 21 comparison will show?
- 22 A Well, no conclusion other than the fact that

- we have read LILCO's claim that there's approximately a
- 345 million a month benefit from early operation of the
- plant. That \$45 million consists of about \$26 million
- of ASC and as yet an undocumented \$19 million .
- difference. And it's a preliminary conclusion that the
- ASC is of no real tenefit in terms of present value. It
- doesn't change the value today of that plant. And we
- need to analyze the rest of it.
- Do you know what the rest of it consists of? 9
- That's the subject of discovery with the 10
- company. It would include such things as continued 11
- maintanance for lubrication of pumps, continued purchase 12
- of material and supplies, ongoing testing of systems 13
- 14 that are already in place, continued employment of
- personnel who eventually would operate -- test and then 15
- eventually operate the plant, if it goes to testing and 16
- operation and all the other activities that are going on 17
- at Shoreham at this time. 18
- Can you explain how those factors will differ 19
- between early testing and later testing? 20
- A Well, that is the subject of the discovery. 21
- We are seeking information from LILCO so that, in fact, 22

- 1 the potential for changing conclusions.
- 2 Do you have any opinion now as to whether
- 3 there would be any delay cost to LILCO as a result of
- 4 delaying low power testing?
- 5 A When you said delay cost to LILCO, you mean to
- 6 LILCO's investors and not to LILCO's ratepayers?
- 7 0 Yes.
- 8 A I don't have a conclusion as to that, because
- 9 one of the factors, as we discussed earlier, is if you
- 10 delayed low power testing from July to November, that
- 11 may or may not delay full power operation. It may not
- 12 have any effect on full power operation, for that
- 13 matter. So one does not necessarily proceed to the
- 14 other.
- 15 Certainly, if you said to me assume that the
- 16 MRC or whatever authority it is, is ocing to give us an
- 17 order in December that says the diesels are no problem,
- 18 the evacuation plan is no problem, and if there were any
- 19 other problems, there are no problems, okay? And assume
- 20 that low power testing takes three months. Then if I
- 21 assume away all the problems, then delaying of a
- 22 decision to low power test to December, may delay

- 1 and I haven't related this computation to LILCC's low
- 2 power exemption or application for exemption.
- 3 Q Why did you perform this calculation?
- 4 A LILCO somewhere had said it would save 7.5
- 5 million barrels and I was interested in -- one of the
- 6 questions that was in my mind was what capacity factors
- 7 did they assume. So I said, well, that's 48 percent of
- 8 the oil. If I assume a 65 percent capacity factor, how
- 9 much is that of electricity? Are the two numbers
- 10 approximately the same percentage?
- No, they're not. It is really a meaningless
- 12 computation, to be frank with you, because it's not
- 13 necessarily clear that a 65 percent capacity factor,
- 14 while it would produce 34 percent of the electricity,
- 15 would or would not produce 48 percent of the oil
- 16 consumption. They don't necessarily have to relate to
- 17 each other.
- 18 It is a computation I made and it was in one
- 19 of my notebooks, and rather than not give it in response
- 20 to the data request, we gave it in the data request. I
- 21 am really not prepared to reach any conclusion based on
- 22 that computation.

- 1 County?
- A I expect the finalization to be done -- it has
- 3 to be done so we can file it July 15th or 16th. I
- believe that's when the filing is required.
- It is in part dependent upon the availability
- 6 of information from LILCO in response to the requests.
- 7 That will certainly have a significant impact as to when
- 8 we can complete our analysis.
- 9 You're familiar with the document request that
- has been served on LILCO, identified as Suffolk County's
- 11 second document request to LILCO?
- 12 A Yes.
- Q Have you attempted to find any of the 13
- 14 information requested in that second document request
- 15 elsewhere?
- 16 A Well, most of that information is not
- available publicly to my knowledge, or I don't know 17
- 18 where it is available publicly. Some of it might be
- 19 available in the rate case, but very little would be
- 20 because my memory of the rate case was that it
- 21 was -- substantial discovery predates the starting point
- 22 for most of the information requested there.

- 1 closely to the financial issues, sr I will try and
- 2 isolate them, if I could.
- 3 There is certainly a question of the, as far
- 4 as the economic issue goes, the amerall exposure of the
- 5 low power process in terms of dollars and cents,
- 6 depending upon the various cutcomes that are likely in
- 7 the ultimate resolution of Shorenam.
- 8 By that I mean if Shoreham does not go on
- 9 line, is not licensed, I think you have a certain stream
- 10 of dollars that flow out of that, a series of events, et
- 11 cetera, that we would analyze. If the plant does go on
- 12 line we clearly have a different stream. The
- 13 relationship of the low power testing at that point is
- 14 relevant in terms, at least generally at this point and
- 15 in terms of what we know, we clearly would have to
- 16 develop our thinking as we went along in this area.
- 17 But the area of greatest concern would be the
- 18 irradiation of the plant, the decommissioning, the
- 19 decontamination in the event the process was started and
- 20 a final favorable resolution of the Shoreham issue from
- 21 LIICO's standpoint was not obtained. So we have to
- 22 present in effect what the exposure would be and we have

- 1 interrogatories out to LILCO to provide us information
- 2 with regard to what their estimates are on
- 3 decontamination and decommissioning in that likelihood.
- 4 2 Are there other economic issues, or does that
- 5 sum up all of them you perceive now?
- 6 A As I say, now that is clearly a major economic
- 7 issue, as we would see it at this point. There are
- 8 other -- if we use the broader term financial issues, at
- 9 this point there are clearly a number of them. The
- 10 actual expenditures of dollars and the time frame of
- 11 those dollars are also significant to us in terms of an
- 12 evaluation and we are not quite sure which way it would
- 13 go.
- 14 In this regard, it is our understanding that
- 15 once the fuel is loaded that there would perhaps be
- 16 additional incremental expenses in terms of additional
- 17 personnel on site, in terms of additional security that
- 18 might be involved in the operation and clearly once you
- 19 do that and for whatever reason the licensing process
- 20 drags on, you have these costs, if you would, on a
- 21 continuing basis that we would have to evaluate and
- 22 determine as to what the exposure in that regard would

- 1 be.
- With regard to other issues in terms of a
- 3 financial nature, there is the issue of cash. Every
- 4 projection that LILCO has made to date shows LILCO
- 5 running out of cash and the implications of that on the
- 6 licensing process we see as fairly critical. What
- 7 happens within the process as to how close they are to
- 8 the margin, everything they have filed so far indicates
- 9 there is no more room. Everything has been cut to the
- 10 bone.
- And to the extent that you have, as Mr. Sadira
- 12 says in his Track II testimony, if you have a major
- 13 financial disaster of some kind -- you have a storm, you
- 14 have a hurricane, you have something like that -- you
- 15 are so close to the edge that it's difficult to see
- 16 where the cash resources would come from to address that
- 17 kind of situation.
- 18 The other major area of great concern to us
- 19 from a financial viewpoint is the uncertainty
- 20 surrounding the situation at Nine Mile 2. Given that
- 21 the company has in effect announced that it will not
- 22 continue to make further direct payments, that it has

- forecasts the supply end of it as opposed to the price
- end of it?
- A No. 3
- So you would rely on outside expertise for
- 5 that?
- A Yes.
- 7 2 Have you considered in arriving at the view
- 8 that you expressed before that there may not be any real
- delay costs, which is a shorthand way of expressing it?
- 10 I don't mean to mischaracterize what you said. I'm just
- using it as a shorthand phrasing. 11
- 12 A Say that again -- that there's not been a
- delay cost? 13
- MR. SEDKY: He hasn't finished his question. 14
- BY MR. ROLFE: (Resuming) 15
- Let me start that one over. In expressing the 16
- 17 opinion you reached before that you don't think it's
- accurate that there has been a delay cost or will be a 18
- delay cost, have you considered whether there are any 19
- short-term higher costs of securing financing to LILCO 20
- as a result of the delay in getting this plant in 21
- 22 service and putting the costs in the rate base?

- A We have thought about that. We clearly have
- not reached a final analysis on the issue. It is
- something that has many components that we're going to
- have to think about. We will take that into account.
- Q Just in a broad sense, are there any
- additional issues that you plan to look at other than
- those you have described for me so far?
- A No. I think we have pretty much hit on the 8
- major ones, at least in terms of priority and
- importance. I think what I listed was where our 10
- emphasis would be. 11
- 2 Locking at those issues, what are you trying 12
- to determine? 13
- A I think we are trying to determine and present
- what the end result will be for each one of them, and 15
- perhaps it is probably appropriate to go through each 16
- one item by item. In general we would try to see on the 17
- economic issue as to what the cost is and what the 18
- benefit is. I think that again is the shorthand we went 19
- through a little bit earlier as to what the exposure 20
- might be as against the potential benefits, if any. 21
- So that would be a self-contained analysis 22

- A Am I aware of that?
- 2 Q Yes.
- 3 A No, I'm not specifically aware of that.
- 4 O So you are not aware of whether that
- 5 decision -- strike that.
- 6 Have you reached any opinions yet as the
- 7 result of your work?
- 8 A No, other than the concerns we spoke about,
- 9 and they would be concerns in the area we have been
- 10 through now a couple of times.
- 11 O Tell me what you have done thus far since
- 12 being asked by the County to undertake your consulting
- 13 work?
- 14 MR. SEDKY: On low power.
- 15 BY MR. ROLFE: (Resuming)
- 16 0 On low power.
- 17 A We have gathered together your application.
- 18 We have received and analyzed or begun to analyze your
- 19 Track II testimony, LILCO's Track II testimony. We are
- 20 monitoring, obviously, the Track II case before the New
- 21 York Public Service Commission. We have had meetings
- 22 with counsel to begin discussing economic issues,

- how it was treated in this rate case, as to whether
- these in fact are amounts of an ongoing nature that have
- been included in rates, haven't been included in rates.
- And those would be the kinds of considerations.
- As far as the AFC goes, there is no question 5
- in my mind that that is a wash, that that is a pure
- wash, that that is pure interest being capitalized and
- amortized over a different period of time and you can
- change the numbers twenty different ways, but the
- present value will still be the same. 10
- It is the other much smaller piece, the \$10-11
- to \$20 million, in that range, that we have to lock at 12
- to determine whether that is the real number or not. 13
- Q When you were describing for me before the 14
- issues you intend to look at, the first was the overall 15
- exposure of the low power license process in dollars and 16
- cents, depending on ultimate resolution of Shoreham. 17
- What events would you be analyzing incident to that 18
- issue? 19
- A I think quite simply it is at least initially 20
- a question we would focus largely on the exposure 21
- question, treating the benefits as the issues you just

- 1 discussed right now of what the cost, incremental cost,
- 2 of decontamination would be in the process.
- 3 If you load fuel and once you do that what
- 4 have you in fact been exposed to, obviously there are
- 5 incremental security costs and operating costs of that
- 6 nature, and the big one appears to us at this point to
- 7 be the decontamination cost if the plant becomes
- 8 irradiated because it is producing low power at 5
- 9 percent, it's still irradiating the plant and
- 10 incrementally what does it do.
- . 11 Have you affected salvage? Was there
 - 12 something you could have salvaged that you cannot now
 - 13 salvage? It would be those kinds of things.
 - 14 Q Have you reached any opinions on that issue
 - 15 yet?
 - 16 A No.
 - 17 O Do you intend to draw on the previous work you
 - 18 did before the Marburger Commission in reaching an
 - 19 opinion on that issue?
 - 20 A I'm not sure there is a whole lot in the
 - 21 Marburger Commission work. There is some material there
 - 22 on decommissioning and decontamination. We are locking

- MR. SEDKY: I can tell you the answer is no. 1
- I'm not sure why you want to go through this. If you
- would like, off the record I'd be happy to discuss with 3
- you which were and which were not and why we want the
- information, which might be a lot faster. If there's a
- point to made that this witness doesn't know why a
- particular request was made, I don't know what the point 7
- is. I am just trying to move it along. 8
- But if you want assistance in trying to 9
- understand what it is we want and why we want it, I will 10
- be happy to either talk to you about it or write to you 11
- about it supplementally. 12
- MR. BOLFE: I would prefer to ask the 13
- 14 witness.
- BY MR. ROLFE: (Resuming) 15
- Are periodic financial reports such as I 16
- described a moment ago important for the analysis that 17
- you will be performing? 18
- A They might be. 19
- Q In what respect? 20
- Again, I don't know. I think in the general A 21
- respect looking at the general cash situation and the 22

- 1 financial situation of LILCO over time, and looking at
- the tone of events that could happen over this '83-'84
- time period to us is fairly critical in terms of what
- happens.
- The payments to Nine Mile were suspended. The
- dividends stopped, all very significant events. And I 6
- 7 think at least from a financial viewpoint the history
- leading up to today is crucial and the evaluation of the
- reports in terms of explanations, footnotes or whatever
- they consider may point up areas we would want to think
- 11 abcut.
- 12 With respect to the cost-benefit analysis?
- A With respect to the cost-benefit analysis, 13
- with respect to the potential issue of how the position 14
- of cash may change, what the operations lock like on a 15
- month-to-month basis, as to what perhaps was projected 16
- against what actually happened to show that there would 17
- be variations in those kinds of things. 18
- And they would be pertinent to what, LILCO's 19
- financial ability to operate the plant? 20
- A Sure. 21
- Anything else? 22 2

- 1 you identified them as being areas which other people
- 2 would find to be critical to safety, then you have a
- 3 related issue. But we will not be able to tell whether
- 4 that particular cutback in that particular area may cr
- 5 may not be able to tell whether that is a safety-related
- 6 item. We probably would not. I am not a nuclear
- 7 engineer.
- BY MR. ROLFE: (Resuming)
- 9 Q I'm only talking about your analysis and your
- 10 investigation in characterizing those three broad areas.
- 11 A. Our investigation is to attempt to find what
- 12 areas these are and what categories they come under. We
- 13 will press, as we have in our interrogatories, in
- 14 depositions or whatever means we can, to find out what
- 15 happens in that scenario. That is one of our intents.
- 16 Clearly, you cannut take the second step if
- 17 you don't take the first. So this is a very crucial
- 18 step in terms of our investigating what happens in that
- 19 scenario: where will the cutbacks be, where will they
- 20 come from, and identify those.
- 21 Q The purpose of that is to determine whether
- 22 there is any safety problem arising from the company's

- 1 financial condition.
- 2 A One of the objectives is that.
- 3 0 What is the other objective?
- A What is the other? I think we went through
- 5 that this morning as well. Whether anybody in a
- 6 decisionmaking capacity would recommend or would think
- 7 it same to go forward with a procedure that has
- 8 absolutely no slack. It's a situation where when
- 9 somebody is flat out, it makes sense to question whether
- 10 this is the proper environment under which this kind of
- 11 an action should take place.
- 12 2 That goes to the prudency of whether testing
- 13 ought to be begun.
- 14 A That goes to many issues, and one of the
- 15 questions is whether testing ought to be begun, what are
- 16 the likely consequences, what are the scenarios, have
- 17 they even been thought through, are there contingency
- 18 plans. I believe those are all relevant to this
- 19 particular application.
- 20 MR. SEDKY: I assume you're not asking the
- 21 witness for a ruling on legal evidentiary issues here.
- 22 We may have our own reasons separate from his as to why

- 1 A If it's your understanding one was subsumed in
- 2 the other, I guess we may be comfortable with them being
- 3 identified separately.
- 4 2 That's fine. It makes no difference.
- 5 A Fine.
- 6 Q My question, then, is whether there are --
- 7 whether the information that has been requested in the
- 8 second discovery request to LILCO in this proceeding
- 9 relates to any other areas of inquiry other than those
- 10 you just listed for me.
- MR. SEDKY: And those he discussed this
- 12 morning. I mean I don't know how you can have it both
- 13 ways. He said he couldn't remember everything he
- 14 testified to this morning.
- 15 (Pause.)
- 16 MR. ROLFE: Let him answer my question.
- 17 THE WITNESS: I think, to be as responsive as
- 18 I can, these issues go to everything we intend to
- 19 respond to. The two areas of what we're going to
- 20 respond to is the list I just gave you, the areas of
- 21 your examination this morning.
- I would only add to that that it is not at all

- 1 unusual, and we intend to make every effort to
- 2 scrutinize these documents to see whether it gives rise
- 3 to further evaluations. We have asked for a lot of
- 4 correspondence between officers of the company, which we
- 5 think is relevant. They may, in fact, give rise to
- 6 further uncertainties. It may be a cash-related issue.
- 7 It may not be. But if something is contained within
- 8 these documents that relate to the uncertainty of the
- 9 process and relate to the three broad issues we spoke
- 10 about -- economic, financial or public interest -- we
- 11 intend to raise them.
- 12 Is there a possibility that there is
- 13 correspondence within the company indicating certain
- 14 drawbacks, safety related, financial related? I don't
- 15 know. Is there documentation within the company that
- 16 indicates that the low power licensing is so critical to
- 17 its financial attractiveness that it ought to be pressed
- 18 ahead regardless of any other fact? I don't know what
- 19 this is going to say, but we intend to get these
- 20 documents, examine them and see if any ancillary related
- 21 issues come up. I think you would expect us to raise
- 22 them, and we would.

- 1 A I have not formed any conclusions whether they
- are suitable or are not suitable. And as I said, I may
- 3 not have related the two also. I have been reading
- 4 generally documents or literature regarding them, and I
- 5 may not have come to any particular conclusion that they
- 6 are really suitable for the purpose for which they are
- 7 intended.
- When do you intend to reach those conclusions,
- 9 or do you?
- 10 A I definitely do. If I'm asked to testify, I
- 11 will come to some sort of conclusion. As you realize,
- 12 one has to do a good study of any particular engine.
- 13 There are a lot of components in a diesel engine. One
- 14 has to relate to different experiences, as you
- 15 mentioned, you know, in the industry to see how it's
- 16 been functioning in other facilities, have they been
- 17 used for such purposes elsewhere, have they been used
- 18 for a nuclear facility elsewhere. You know, one has to
- 19 consider a lot of things before one can say yes, this
- 20 engine meets the criteria for what it is intended. And
- 21 I have not really gone to any depth of that sort.
- 22 Q I take it that you have not done that

- 1 Q Is there anything else you intend to do?
- 2 A I think that would be the major thrust of the
- 3 work. I can't offhand think of anything else.
- 4 Q As of today have you reached any conclusions
- 5 or formed any opinions with respect to the EMD diesels
- 6 at Shoreham or the method in which LILCO intends to use
- 7 them?
- 8 A I have not reached any conclusion. I may
- 9 have, if I can use the word "concerns," about the
- 10 certain way I saw things were up there when I was at the
- 11 site. But again, as I said, I would not reach any
- 12 conclusions without going into the drawings, the
- 13 documents which I have already requested.
- 14 2 . Tell me what those concerns are.
- MR. ROLFE: Let's take a five-minute break.
- 16 (Recess.)
- 17 MR. LANPHER: Can you repeat the question?
- 18 BY MR. ROLFE: (Resuming)
- 19 Q Mr. Bakshi, let me repeat the question that I
- 20 posed before we took the break.
- 21 You advised that you had some preliminary
- 22 concerns as a result of your site visit. Can you list

- A Could be industrial standards, international
- regulations for diesel engines. Yes, I am aware of
- regulations. 3
- Q Putting aside the NRC's regulations governing
- onsite power sources for a minute, are there any codes
- or standards applicable to the FMD generators at
- Shoreham with which those diesel generators do not
- comply?
- 9 MR. LANPHER: Can I have that question read
- 10 back or repeated?
- 11 MR. ROLFE: I will try to repeat it myself if
- you want.
- 13 MR. LANPHER: Either way.
- 14 MR. ROLFE: I will do that and save her the
- trouble. 15
- MR. LANPHER: You had said leaving aside. 16
- BY MR. ROLFE: (Resuming) 17
- 2 Leaving aside for a minute the NRC's 18
- regulations, are there any other codes or standards
- applicable to the EMD diesels at Shoreham with which 20
- they do not comply?
- 22 A I do not know.

- O Do you know what the industrywide experience
- has been with respect to reliability of diesel
- generators used at nuclear power plants? 3
- A At nuclear power plants is only what I have
- gained experience through dealing with Suffolk County
- and what I have read generally.
- Q Have you read or are you aware of any figure 7
- concerning the availability or reliability of those
- machines? 9
- A I don't recollect any figure offhand. 10
- Q Near the beginning of your deposition you gave 11
- me a list of matters that you would want to consider, I 12
- guess, in looking into the reliability of these diesels, 13
- any diesels. One of them, for example, was its ability 14
- to reach speed. Do you have any opinions with respect
- to the ability of these EMD diesels to reach their 16
- 17 required speed?
- A I have no opinions as yet. 18
- O Do you intend to make any investigation with 19
- respect to their ability to do that? 20
- A I probably will go through most of the lists 21
- which I gave you. I have not attempted it yet to do any

- indicated about the past.
- 2 Q How fast do these machines need to reach their
- 3 speed?
- 4 A I don't know.
- 5 2 How will you find that out?
- 6 A By asking what I've asked in the discovery, or
- 7 if I haven't, I probably will ask what the -- what these
- 8 were originally designed for, go through all the design
- 9 criteria when they were initially manufactured. These
- 10 generators seem to have a lot of places mentioned. They
- 11 have been repowered and rebuilt. I'd like to see all
- 12 those documents, why they were repowered, why they were
- 13 rebuilt, and see whether they've had any increasing in
- 14 rating, and why, and what are the reasons. I'd like to
- 15 see all that before I can make any decision.
- 16 Q Do you intend to undertake any investigation
- 17 with respect to the ability of these machines to reach
- 18 speed other than through a review of the documents which
- 19 LILCO will produce?
- 20 A I'm not aware of any right now.
- 21 Q Do you have any opinion with respect to the
- 22 ability of these four EMD diesels at Shoreham to take

- 1 load?
- 2 A I have no opinion.
- 3 2 Do you intend to investigate that factor?
- 4 As I said, I will investigate all those
- 5 factors, and without going through each one, what steps
- 6 exactly I will take would be just speculation. I would
- 7 not know what I would be exactly doing, but I generally
- ·8 would draw up a list when I start that process, or with
- 9 Mr. Eley, confer with him and say these are the factors
- 10 we're going to look at. We may not even look at all the
- 11 factors. We may lock at some of the factors, depending
- 12 again on the time, as I said, and then formulate a plan,
- 13 this is what we're going to do, do we need anything
- 14 else, and things of that nature.
- 15 2 But you have not formulated that plan now?
- 16 A No.
- 17 O Other than the time available to you, how will
- 18 you make distinctions among these various factors that
- 19 you listed for me as to which you would investigate and
- 20 which you might not?
- 21 A There's maybe some that are more important
- 22 than others from operating experience. I would go about

- 1 doing that and leave the rest if I don't have time.
- Which of these might be more important than
- 3 others?
- A I don't recall what order they are. You know,
- five, six, seven items of the ten items that I referred
- to.
- Q Let me go back to that question, then; that
- is, what types of investigation might you undertake to
- determine the ability of these machines to take load?
- 10 A Review the operating history.
- Q Anything other than review of the operating 11
- 12 history?
- A Nothing at this point. 13
- 14 2 . Have you undertaken -- strike that.
- 15 Have you reached any conclusions or opinions
- 16 with respect to the reliability of any of the components
- of the EMD diesels at Shoreham? 17
- 18 A None whatsoever.
- 2 Do you intend to investigate that factor? 19
- A Might. 20
- Q If you do, what sort of investigation will you 21
- 22 undertake?

- That's just speculation on your part? Q
- A It's not speculation. I know a lot I can give
- 3 you names of them, but I don't know the exact amount --
- does this firm do it, does he do it or not. But
- 5 generally, yes.
- 6 O Do you have any opinion as to whether these
- 7 diesels at Shoreham, the EMD diesels, are, I believe
- 8 your words were safe enough for what they were intended
- to be used for?
- A No. 10
- O You don't know? 11
- No, I don't. I haven't formulated any opinion. 12 A
- 13 What will you need, if anything, to formulate
- 14 an opinion about that?
- 13 A It includes all the concerns, plus the factors
- that I mentioned there. 16
- Q How will you do that, though? 17
- A After I have considered all of these, if it 18
- meets these requirements, then I will say yes, it is
- safe, relatively. 20
- Q When you say meets these requirements, are you
- 22 referring to requirements that you have imposed in your

- 1 investigation, or are you referring to any objective set
- of requirements?
- A The six requirements which I mentioned.
- The six concerns? 2
- The six concerns primarily, plus these other
- factors. Go through the design components and this
- other one you talked about.
- One of the other things you mentioned earlier
- was the lube oil capacity, I believe, and if I'm wrong,
- correct me. Is that anything different?
- A That's a concern. 11
- 12 Lube oil consumption we were discussing?
- Yes. 13
- 14 Do you have any opinion as to whether the
- stress levels on the four EMD diesels at Shoreham pose 15
- any problem? 16
- Stress levels on what? 17
- Ch any components in the machines. 18
- A I haven't done any design calculations. I 19
- don't knew. 20
- Q Do you intend to do any design calculations? 21
- A I don't know. If I have the time, I may or

- 1 manufacturers in America purport to comply with ABS or
- 2 Lloyd's standards for their stationary diesels?
- 3 A I have not studied that in depth.
- So you don't know?
- A Not offhand.
- Are you familiar with the surveillance testing
- proposed by LILCO for these EMDs at Shoreham?
- A 8 No.
- Do you have any opinion as to the frequency
- with which surveillance testing ought to be undertaken
- to ensure some indication of reliability?
- 12 A Some indication of reliability?
- Satisfactory indication of reliability. 13
- A Not yet. 14
- O Well, how will you arrive at that if you don't 15
- 16 have any opinion now?
- A Well, if it meets all the objectives which I 17
- 18 have set out for it, I will see what the engine
- manufacturer says, what scheduled maintenance must be 19
- done, and from that I maybe will compile a list of what 20
- could further be done to enhance the reliability of the 21
- engines. 22

- 1 logs. I need to read more in order to determine.
- 3 have any opinion as to the reliability of the machines
- 4 based on their operating history?
- 5 A What?
- 6 Q Based on what you have reviewed to date, do
- 7 you have any opinion as to the reliability of those four
- 8 EMD diesels based on their operating history?
- 9 A Based on what I have read until today, there's
- 10 a need to know more, and I've not formulated an opinion.
- 11 Q You mentioned earlier that how the diesels are
- 12 housed may be a factor in your evaluation of their
- 13 reliablity, is that right?
- 14 A To a certain extent, yes.
- 15 Q Can you explain that to me, how they would
- 16 affect your opinion?
- 17 A Well, it's the same thing basically. The way
- 18 the TDIs are housed, you would have fixed engines rather
- 19 than, you know -- you would have a better source of fuel
- 20 oil, better firefighting facilities. All the concerns
- 21 which you have mentioned, the majority of them would be
- 22 included, plus there may be better means of overhauling

- 1 A Components and things like that, yes, but not
- 2 structural if you call it a construction of things, no.
- 3 O Do you intend to express any opinion with
- 4 respect to the capability of the GM EMD diesels at
- 5 Shoreham to power the necessary emergency loads to
- 6 mitigate any accident which might be encountered during
- 7 low power testing?
- 8 A Once again.
- 9 Do you intend to express any opinion with
- 10 respect to the capability of these EMD diesels? And by
- 11 capability I mean to distinguish that from the
- 12 reliability of the machines in operation, but whether,
- 13 assuming that the machines are reliable and will operate
- 14 as they are intended, whether they are capable of
- 15 powering the emergency loads that might be necessary to
- 16 mitigate an accident at Shoreham.
- 17 A I don't know.
- 18 MR. LANPHER: I belatedly will object to the
- 19 question because I still don't understand it. It was
- 20 very confusing.
- 21 MR. ROLFE: I think he did.
- MR. LANPHER: I don't understand what you mean

- 1 formed any opinions or conclusions with respect to the
- reliability of the EMD diesels at Shoreham or a
- 3 comparison of those diesels with a qualified nuclear
- 4 diesel?
- A As I have said before, we have not been able
- to get all of the data that we need in order to make
- 7 that comparison. So no, we have not made any formal
- 8 conclusions on that at this stage.
- 9 Tell me, if you will, what additional work you
- intend to do in your investigation?
- 11 A I think Mr. Bakshi in his deposition has
- 12 really covered every area that we are going to look at
- 13 that I can recollect also. There is some terminology
- 14 that is used that we need some definition on as well,
- 15 that we are a little unsure of, that we would like to --
- 16 we have a couple of other discovery requests with regard
- 17 to that.
- Q Can you tell me what terminology it is that
- 19 you are having difficulty with?
- 20 A One of them is "repower". It is not a term we
- 21 use in the U.K., so I would like that defined a little
- 2 clearer. I'm not sure whether that means a major

- 1 must not only consider the unavailability; you must
- 2 consider that in conjunction with an effective running
- 3 perioi.
- 4 Q Well, let's get to that. Do you have any
- 5 opinion, based on the maintenance or operating records
- 6 that you have seen, concerning the running reliability of these machines?
- 8 A No, I have not.
- 9 You heard Mr. Bakshi refer to some roughly
- 10 calculated percentages of these units' unavailability in
- 11 the past?
- 12 A Yes.
- 13 O Do you agree with me that it is important to
- 14 differentiate between unavailability due to a planned
- 15 outage for maintenance, for example, and unavailability
- 16 due to mechanical failures or breakdowns or the like?
- 17 A Yes, I agree, there's a difference.
- 18 2 Have you seen any records reflecting the
- 19 unavailability of these machines due to mechanical
- 20 failures or breakdowns?
- 21 A There are some documents to that effect, but
- with regard to the actual figures on availability I

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don't recollect them offhand.

You don't have any opinions on that?
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- 3 A I don't have any opinions on that right now.
- 4 Q When we started down this track I had
- 5 originally asked you whether there was any accepted
- 6 standard i the industry for judging the reliability of
- 7 diesel generators, and I don't believe you ever answered
- 8 the question. Is there?
- 9 A Standard on reliability? There may be, but
- 10 I'm not aware of it.
- MR. ROLFE: Let's take a ten-minute break.
- (Recess.)
- BY MR. ROLFE: (Resuming)
- 14 Q . Mr. Eley, do you have any expertise in the
- 15 area of seismology?
- 16 A No.
- 17 Do you intend to do any work or express any
- 18 opinions with respect to the ability of these EMD
- 19 diesals to withstand a seismic event?
- 20 A No, I do not.
- Do you intend to perform any investigation or
- a! express any opinion with respect to the operating

- 1 that or not?
- A Well, it may not be performed by me. I'm
- 3 quite sure it will be performed by Mr. Minor.
- 4 Q Do you intend to review all of the additional
- 5 documents that are being produced or that will or may be
- 6 produced by LILCO in this proceeding, or do you intend
- 7 to rely on Mr. Bakshi's review of those documents?
- MR. LANPHER: You mean all the diesel-related
- 9 ones?
- MR. ROLFE: Yes, I'm sorry.
- 11 THE WITNESS: I intend to review some of those
- 12 documents. Mr. Bakshi will do some independent review
- 13 of some documents. And there is a possibility that we
- 14 may extend the people that are being utilized on this
- 15 case because of the timing involved.
- With regard to your question of whether I will
- 17 review all of the documents, I would say possibly not,
- 18 because I am concentrating on some TDI work, as you
- 19 know.
- BY MR. ROLFE: (Resuming)
- 21 Q Have you performed any work to date or reached
- any conclusions with respect to the ability of the EMD

- 1 diesels to reach the necessary speed?
- A I have not performed any of those
- 3 calculations, no.
- 4 Q Do you know what you intend to do with respect
- to reaching any conclusions on that subject?
- 6 A I do believe there's a specific requirement
- 7 for engines within the nuclear industry to reach the
- 8 rated speed at under ten seconds. There is a
- 9 possibility that we will look at that issue. Yes, it's
- 10 a possibility.
- 11 Q Do you know why that's a requirement for
- 12 nuclear diesels?
- 13 A I do not.
- 14 2 Do you know, for a plant operating at full
- 15 power, how quickly it is necessary to have AC power in
- 16 the event of a LOCA, for example?
- 17 A I do not.
- 18 Q Do you have any knowledge as to whether it is
- 19 necessary in a plant operating at five percent power for
- 20 a diesel generator to reach its rated speed within ten
- 21 seconds?
- Would you repeat that question?

- 1 A The only limitations I have read of is, I
- 2 believe it was if my memory serves me correctly, a
- 3 recommendation by the engine builder that the engine
- 4 should not be run under a specific power rating. The
- 5 reasons for this, I don't know why.
- 6 O Do you have any -- have you done any
- 7 investigation with respect to its ability to pick up the
- 8 load that it will see in the event of an emergency? And
- 9 by "ie" I mean the EMD diesels at Shoreham.
- 10 A I have not done that yet, no.
- 11 Q Do you intend to do that?
- 12 A This I think would be possibly more in Mr.
- 13 Minor's area.
- 14 Q . Meaning you do not intend to investigate that
- 15 area?
- 16 A It would not be one of my priorities, no. I
- 17 assume you mean the response from the generator with
- 18 regard to picking up that lcad; is that correct?
- 19) Yes.
- 20 Do you have an opinions with respect to the
- 21 reliability of any particular components of the EMD
- a diesels at Shoreham?

- A Not at this stage.
- 2 Do you intend to conduct any investigation
- into that subject?
- A I believe Mr. Bakshi mentioned the problem
- area he felt with regard to the turbocharger drive
- arrangements. We do not know what they are. We'd like
- to have a look at those, so it will be necessary for us
- to get some blueprints, which we've asked for in our
- latest discovery. And that is one of the areas we will
- 10 be looking at, yes.
- 11 Other than the turbocharger, are there any
- other components which you will specifically be
- investigating on the EMD diesels at Shoreham?
- 14 A I do believe there has been some cylinder
- 15 heads cracking and that's probably another component
- 18 that we will look at. There's a lot of references in
- 17 the documents that we have already read with regard to
- rust in the cylinder liners, so this is an area that we
- 19 will look at.
- 20 I don't recollect offhand whether there were
- 21 any other components that were being considered at this
- 22 time. That's not to say that, given more documents and

- 1 Q Have you reached any opinions with respect to 2 the battery starting unit at Shoreham on the EYD's?
- A I have not reached any opinions on that at
- 4 all, nc.
- Is anyone else at Ocean Fleets currently
- 6 working on the Shoreham project besides you and Mr.
- 7 Bakshi?
- 8 A There is not at the moment, but there is a
- 9 possibility that I might change that in the near
- 10 future.
- Do you know now who you might enlist?
- 12 A I do not, but I am seeking additional
- 13 assistance in this matter.
- 14 Q . We spoke a few minutes ago about the necessity
- 15 in your opinion for locking at the running reliability
- 16 of dissels in addition to their starting reliability in
- 17 order to reach an overall reliability judgment.
- 18 A Yes.
- 19 2 Is it as important to know about the running
- 20 reliability if the machine is only required to run at
- 21 most for 24 hours at a clip?
- A I think so, yes.

- 1 calls didn't deal with the substance of the analysis?
- 2 A That is correct.
- 3 Q And dealt with the arrangements for performing
- 4 the work?
- 5 A That is correct.
- 6 Q Doctor, throughout the deposition I am going
- 7 to be asking a number of questions about the analysis.
- 8 To the extent that particular portions of the work are
- 9 being performed by Dr. Roesset, I would appreciate it if
- 10 you would indicate that he is performing those
- 11 particular portions of the analysis. I think that will
- 12 save going back through the whole set of questions
- 13 twice, asking what you are doing and asking what he is
- 14 doing.
- 15 A But as I indicated, we haven't even decided
- 16 yet what exactly we will perform, so therefore I don't
- 17 know yet what I will do and what he will do.
- 18 Q Fine.
- 19 Now, in your initial phone conversation with
- 20 Mr. Hubbard on April 9, what did he ask you to do?
- 21 A Basically asked if I were available to perform
- 22 this type of seismic analysis of various structures or

- 1 are getting this feeling for components?
- 2 A Well, actually, the physical components
- 3 themselves, be it buildings or components or
- 4 structures.
- 5 Q Sc just to see what you were dealing with?
- 6 A Yes, exactly.
- 7 Q As a result of that visit, did you reach any
- 8 conclusions or form any opinions?
- 9 A No final opinions.
- 10 Q Did you have any preliminary impressions cr
- 11 conclusions that ; ou reached?
- 12 A My preliminary opinions or impressions were
- 13 that some of the equipment that we did visit has been
- 14 put up more for temporary purposes, and I did not get
- 15 the impression as if it had been engineered for seismic
- 16 reliable behavior.
- 17 Q Do you recall what equipment that was?
- 18 A As an example, the control panel cubicle for
- 19 the EMD generators, it was just placed on temporary
- 20 timber, and no engineer would design scmething like tha
- 21 for permanent use.
- 22 2 Okay.

- 1 what the stresses and deformations due to seismic loads
- 2 will do to the operational characteristics of an
- 3 electrical system.
- 4 Q Have you or do you intend to develop a list of
- 5 the major electrical components for the EMD diesels?
- 6 A I will be looking only into the diesel
- 7 generator itself, whether it will be -- whether the fuel
- 8 line might have a probability of rupturing during an
- 9 earthquake, or if the control building might slide off
- 10 its foundation. This is the type of question I will
- 11 answer, and I will not go into any electrical aspects,
- 12 mechanical aspects of the equipment.
- 13 2 In your proposal in Phase 2, you indicated
- 14 four general areas that you would be locking at, A, B,
- 15 C, and D, and we eliminated B, or part of B, the
- 16 Holtsville gas turbines.
- 17 Starting with A, on-site power source
- 18 consisting of a gas turbine, transformers, the switch
- 19 yard, an the four mobile diesel generators and their
- 20 interconnecting parts, have you reached any conclusions
- 21 or opinions with respect to any of those pieces of
- 22 equipment?

- 1 A No. not yet.
- 2 O Have you reached any preliminary opinions or
- 3 conclusions -- and that is other than the ones you have
- 4 told me about -- that you have reached as part of your
- 5 site visit?
- 6 A No, not yet.
- 7 MR. LANPHER: Can I get a clarification? He
- 8 also prior to the break described things that as a
- 9 result of his visit he decided he wanted to look at
- 10 further. That is not a conclusion or an opinion except
- in the sense that he identified things that he wanted to
- 12 look at.
- I just want the record to be clear that to
- 14 that extent he made some judgments, at least.
- 15 MR. EARLEY: Well, he said he had some
- 16 impressions.
- 17 BY MR. EARLEY: (Resuming)
- 18 Q And beyond those impressions, from the site
- 19 visit, you don't have any other conclusions, impressions
- 20 or concerns?
- 21 A No.
- 22 With respect to the transmission line systems

- 1 connecting the on-site equipment to the local
- 2 substations, do you have any opinions, impressions or
- 3 concerns that you have identified other than those that
- 4 you listed as a result of your site visit?
- 5 A I have no opinions at this point yet.
- 6 Q No preliminary judgments?
- 7 A No preliminary judgments, no.
- 8 Q With respect to substation components used to
- 9 switch or contro! incoming power to the site, have you
- 10 reached any opinions, final or preliminary, or
- impressions or concerns with respect to those items?
- 12 A No, I have not.
- 13 Q You also indicated that your work would cover
- 14 supporting equipment, and you list fuel oil storage
- 15 tanks for the diesels and turbines as an example.
- What other supporting equipment besides the
- 17 fuel oil storage tanks will you look at?
- 18 A I don't recall what ou had named these
- 19 various pieces. We have taken pictures of some of th
- 20 physical links between the various electrical
- 21 components, and I would be able to identify them on the
- 22 pictures. I don't remember the names. But basically we

- 1 are talking about transformers, circuit breakers, maybe
- 2 some transmission towers.
- 3 O So under supporting equipment, you will lock
- at the physical links which you describe as electrical
- 5 physical connections.
- A Correct.
- And the fuel oil storage tanks.
- A And the pipelines, yes.
- 2 The fuel pipelines?
- A Yes, from the tank to the diesels. 10
- Q Would anything else be covered by the category 11
- of supporting equipment? 12
- A Pardon me? 13
- Q . Would anything else be covered under this 14
- 15 designation supporting equipment?
- A I cannot recall offhand. I don't think so. 16
- That pretty much describes all of the equipment. 17
- 0 With respect to the fuel oil storage tanks, 18
- have you reached any preliminary or final conclusions 19
- aboit any concerns you can identify? 20
- A No. 21
- Q And with respect to the physical electrical 22

- 1 connections that you have just referred to, have you
- 2 reached any preliminary final opinions, conclusions, or
- 3 have any concerns in that area?
- 4 A No, I have not.
- 5 Q you indicate that your analyses will consider
- 6 the effects of the SSE on the ability of the equipment
- 7 to function.
- 8 Could you describe for me how you will assess
- 9 the ability of the equipment to function as a result of
- 10 the SSE?
- 11 A I will give you a very simple example. If a
- 12 transformer is found to topple over as a result of an
- 13 earthquake, I will say it will not be very difficult to
- 14 show that it cannot perform its intended functions.
- 15 This is a crass example.
- 16 More subtle examples, there may be certain
- 17 displacements or vibrational characteristics that can
- 18 have electrical consequences, and in order to assess the
- 19 reliability, I will need the expertise of an electrical
- 20 engineer to interpret the consequences of certain
- 21 responses.
- 22 And have you identified an electrical engineer

- 1 A By a dynamic analysis.
- 2 Q And that dynamic analysis requires you to
- 3 develop a mathematical model of the tower?
- 4 A Yes.
- 5 Q What other inputs go into the mathematical
- 6 model?
- 7 A I have to know the properties of these
- 8 insulators.
- 9 Does that go into the model itself?
- 10 A Yes.
- 11 Q Or is that used in determining whether the
- 12 insulators will fail?
- 13 A No. It will be part of the model.
- 14 2 Have you performed any part of this analysis
- 15 yet?
- 16 A No, I have not.
- 17 Q Can we go to the next item?
- 18 A I believe this is it.
- 19 Doctor, in going through this list of
- 20 pictures, and in our previous discussions you have
- 21 described for me a number of components that you intend
- 22 to analyze and the type of analysis you that intend to

- 1 perform. Right now are you aware of any other
- 2 components or any analysis that you intend to perform
- 3 that you have not mentioned here today?
- 4 A No.
- 5 Q With respect to any cf these items cf
- 6 analyses, I take it that you have not formed any
- 7 opinions, either preliminary or final?
- 8 A No, I have not.
- 9 2 Have you developed any outline, either in
- 10 Writing or in your mind and your thought process,
- 11 concerning the types of opinions you may present in the
- 12 hearings in this case?
- 13 A I didn't quite get that question.
- 14 2 Have you developed, either in writing or in
- 15 your mind thought through the types of opinion's or an
- 16 outline of the kinds of opinions you may present at
- 17 trial in this case?
- 18 A I have no opinions yet, so I have not
- expressed it either in writing or in my mind yet.
- 20 When do you intend to reach any opinions or
- 21 judgments or conclusions with respect to the work you're
- 22 performing?

- 1 A After I have performed these analyses.
- 2 You have indicated you have not performed any
- 3 of these analyses today?
- 4 A That's correct.
- 5 Q When do you intend to start performing these
- 6 analyses?
- 7 A As soon as I get the technical data that we
- 8 have requested through discovery.
- 9 And have you developed a schedule for
- 10 performing these analyses following the receipt of this
- 11 information?
- 12 A What do you mean by schedule?
- 13 Q How long do you think it will take to perform
- 14 these analyses following --
- 15 A In my original estimate here we predicted
- 16 about 24 days for phase one and two -- no, phase one is
- 17 completed. So I still stick to approximately 20 man
- 18 days, both for me and for Dr. Roesset. That's the test
- 19 estimate that I have available right now.
- 20 So, in essence, what you're saying here today
- 21 is you have not accomplished anything yet in phase two?
- 22 A The site visit here is listed as phase two.

- 1 2 You mentioned that you would look at how the
- 2 20 megawatt gas turbine connected into the bus. What is
- 3 the significance of that piece of information for your
- 4 analysis?
- 5 A Various failure modes. Anything that could
- 6 affect the routing of that. Any contributions to
- 7 unavailability. We would be going from the starting of
- it throughout the full connection period.
- Q So you would look at all the components
- 10 between the gas turbine and the bus and check their
- 11 reliability?
- A Or availability, which encompasses maintenance 12
- 13 outage as well.
- 14 Q And do you now -- Have you done any work yet
- 15 to determine what potential failure mechanisms there are
- in that connection?
- A No, I have nct.
- Q You also mentioned the underground portion of
- 19 the line, and you noted that it was near the control
- 20 building. What is the significance of that?
- 21 A Nothing particularly. All we are going to do
- 22 is just follow the routing cf it where it ties into the

- 1 than your review of the reactor safety study?
- 2 A No, I did not.
- Now, in your position as a systems safety
- 4 supervisor at McDonnel Douglas, did you participate or
- 5 perform a probabilistic risk assessment or other
- 6 assessment of a commercial nuclear power plant?
- 7 A I did not.
- 8 Q Since you've been president of SERA, or since
- 9 you've been with SERA Energy Risk Assessment, you've
- 10 indicated you have reviewed some probabilistic risk
- 11 assessments for commercial nuclear power plants. Have
- 12 you been responsible for performing a probabilistic risk
- 13 assessment for any plant?
- 14 A I have not.
- 15 In the course of the review you have conducted
- 16 so far, with respect to LILCO's application for a low
- 17 power license, have you reached any opinions, either
- 18 final or preliminary, with respect to any aspect of your
- 19 review?
- 20 A I have reached no opinions regarding the
- 21 driving motivation for the 10 megawatt or the 20
- 22 megawatt jas turbine.

- 1 I have general impressions -- thought that
- 2 particularly based on a site visit, that LILCO has not,
- 3 in my cpinion, dotted all the i's and crossed all the
- 4 t's regarding various areas where the low power
- 5 configuration could have been made safer.
- 6 I also felt, the example about the diesel
- 7 generators on railroad ties, there seemed to be a
- 8 certain casualness and slap-dash perspective to the
- 9 whole diesel generator assembly, certainly not something
- 10 I can quantify from that.
- 11 Q Any other general impressions or conclusions
- 12 in any other part of your analysis?
- 13 A No.
- 14 2 Now, with respect to your general impression
- 15 that LILCO has not dotted all the i's and crossed all
- 16 the t's, can you tell me precisely what you are
- 17 referring to there?
- 18 A Well, I was thinking in terms of the manner in
- 19 which the four units were operated. Not having done the
- 20 quantitative analysis, I can't say what the actual
- 21 results will be, but it strikes me that if you wanted to
- 22 generate a whole string of dependencies and completely

- 1 as that document is concerned.
- 2 Do you know whether they have reached any
- 3 conclusive results concerning installing black start gas
- 4 turbines as a result of the review of any or all
- 5 documents?
- 6 A No.
- 7 O Mr. El-Gasseir, have you formed any opinions
- 8 or reached any conclusions with respect to the low power
- 9 license application that you are reviewing?
- 10 A No.
- 11 Q Have you been asked to form any opinions or
- 12 conclusions?
- 13 A No.
- 14 Q Do you expect to testify as a witness in this
- 15 proceeding and offer any opinions or conclusions?
- 16 A No. I don't expect that. That has never been
- 17 indicated to me.
- 18 MR. EARLEY: Why don't we take about a
- 19 five-minute break?
- 20 (Recess.)
- 21 BY MR. EARLEY: (Resuming)
- 22 We just have one more question. We can always

- 1 but I did follow up with them and attempt to determine
- 2 their availability and schedules, to put together a plan
- 3 for what we might do.
- 4 O You said in general MHB was acting as a
- 5 coordinating consultant. Are there any areas in which
- 6. MHB intends to develop its own testimony and express
- 7 opinions incident to this low power proceeding?
- 8 A There are plans at this time to have some
- 9 testimony sponsored by MHB.
- 10 Q And what would be the subject of that
- 11 testimony?
- 12 A The plan at this time is not finalized, but
- 13 our thinking is that MHB will participate in the SERA
- 14 testimony, and we are giving some thought to the need
- 15 for participacion with the seismic structural people's
- 16 testimony, Christian Meyer and Jose Rossette.
- 17 There is also some possible testimony in the
- 18 area of public interest.
- 19 2 With respect to possible participation in that
- 20 SERA testimony, can you tell me how MHB would contribute
- 21 to that?
- 22 A It is not defined at this time. In general,

- A It is, yes.
- 2 Do you know whether SERA has reached any
- 3 conclusions in its analysis?
- A At this time, to the best of my knowledge they
- 5 have not. They are still in the preliminary phases and,
- 6 even though the schedule has been extended somewhat, it
- 7 is still not long enough to have reached any conclusions
- 8 at this time. It's going to be right down to the wire,
- 9 I'm afraid.
- 10 Q Do you know yet what the extent of your
- 11 participation in SERA's testimony will be?
- 12 A Not exactly, no. I know that I will be
- involved in the preparation of it and will be working
- 14 with them on a fairly regular basis until the
- 15 culmination of the testimony.
- 16 Q Have you fed information to SERA?
- 17 A I have been giving them information, since the
- 18 first day they were contacted, about what the
- 19 supplemental motion is, what the motions for summary
- 20 disposition are, and what information we have in the PRA
- 21 they may want to use, and that sort of thing. We've
- 22 been repeating that constantly.

- 1 completing the major goal, which was to have completed
- testimony according to the schedule set forth.
- 3 Q Why did they ever think it would be necessary
- to look at something beyond the design basis events?
- A Well, to use another acronym, SARAs, severe
- accident risk assessments, have been done on various
- plants, and they tend to go well beyond design basis 7
- events. To the extent they were knowledgeable about
- those having been done on other plants, they thought it
- might be something that was being considered here, too. 10
- 11 O Do you know when SERA intends to have its
- 12 final opinions?
- A My goal is to make sure they have their final 13
- opinions by testimony due date, and I think it's going 14
- 15 to be a tight schedule to make that.
- O You are aware, I take it, of Judge Miller's 16
- 17 order last Friday that all discovery responses,
- including deposition testimony, be supplemented? 18
- A I have not seen that. Somebody mentioned that
- there is a supplemental order. I guess that's what 20
- they're calling the supplement.
- 22] It's not in writing yet.

- 1 A That's a buzz name, but I have forgotten.
- 2 Are you aware of the general requirement
- 3 that's been imposed?
- 4 A Yes, I am aware that there is. I thought that
- was with regard to discovery, but I guess it's with
- 6 regard to discovery depositions, too. I don't know what
- 7 the requirements are.
- 8 Q You might find it fruitful to consult with
- 9 counsel about that and determine what it is.
- 10 All right, you said that MHB has also given
- 11 thought to the need for its participation with respect
- 12 to the seismic testimony. I take it that would be the
- 13 testimony of Professor Meyer; is that correct?
- 14 A Meyer and Rossette, if Rossette ultimately
- 15 contributes there. His schedule is a little hard to tie
- 16 down.
- 17 Q Do you know at this point whether Professor
- 18 Rossette will be a witness in this proceeding?
- 19 A I personally am not convinced he is going to
- 20 be, but I think there is a high likelihood he will be.
- 21 When will that decision be made?
- 22 A I don't know. That's out of my hands.

- 1 2 Describe for me the extent to which MHB
- 2 intends to participate in the seismic testimony.
- 3 A Well, as you may or may not be aware, their
- 4 effort is to analyze the equipment involved in the
- 5 onsite and offsite configurations proposed by LILCC. By
- 6 that I mean the TDI's and the alternatives, as we refer
- 7 to them.
- 8 Their analysis will attempt to determine what
- 9 equipment is likely to be impacted by an earthquake up
- 10 to .2 g's. Once they make a seismic structural
- 11 determination as to what will be impacted, there is a
- 12 question which remains as to what ultimate effect that
- 13 would have on the electrical supply reliability, and to
- 14 that extent I may be involved or others at MHB, probably
- 15 me, in helping supply that part of the testimony and
- 16 that assessment as to the impact on the electrical
- 17 supply.
- 18 Q Do you know what the division of labor or
- 19 responsibility is between Professors Meyer and
- 20 Rossette?
- 21 A Well, it's hard to define exactly, but
- 22 Christian Meyer is taking the lead in this effort. Jose

- 1 County and there's been some correspondence -- I don't
- 2 need to review that concerning whether Mr. Rossette
- 3 will be a witness. And again I request that, once that
- 4 decision be made, that LILCO be advised at the earliest
- 5 possible time, so he can be deposed.
- And it will be LILCO's position, so there will
- 7 not be any surprises, that if he is not deposed before
- 8 the end of discovery, LILCO will oppose any testimony.
- 9 MR. BIRKENHEIER: Let me say, Suffolk County
- 10 has not determined this yet, whether Dr. Rossette will
- 11 appear and have sponsored testimony in this proceeding.
- 12 That has not changed since the last time that
- 13 representation was made to you.
- 14 3Y MR. ROLFE: (Resuming)
- 15 Q Mr. Minor, do you know whether Professor Meyer
 - 16 has reached any conclusions yet?
 - 17 A My last conversations with Christian, which
 - 18 date back several days now, but at that point he had
 - 19 not.
 - 20 Q Has Professor Rossette reached any conclusions
 - 21 of which you are aware?
 - 22 A Professor Rossette was making some general

- opinions with respect to the seismic resistance or
- 2 capabilities of any of the components of LILCO's AC
- 3 power system as proposed for the low power testing?
- 4 A I don't know how to answer your question,
- 5 because it had some double negatives. I do not propose
- 6 to -
- 7 Q Let me rephrase it. Do you intend to express
- 8 any opinion with respect to the seismic resistance or
- 9 capabilities of any components of the AC power
- 10 components?
- 11 A I believe you are asking me if I will do
- 12 seismic analysis and no, that is not my intent. I
- 13 intent to use the seismic analysis done by others and
- 14 impact the results of that.
- 15 Q I also believe you told me that at this time
- 16 you are not aware of what the results in the seismic
- 17 analysis are?
- 18 A I am not, because I don't believe there are
- 19 any.
- 20 Q The third area you identified as being as area
- 21 of possible participation by MHB is the public interest
- 22 area. Can you describe for me what MHE's participation

- 1 probability of restoring power with the TDI diesels was
- 2 91.3 percent and the probability of restoring power in
- 3 the proposed low-power testing configuration was 91.1
- percent.
- 5 Does the county intend to evaluate those
- 6 results in terms of taking other than just a strictly
- . 7 numerical comparison?
 - 8 A You're getting beyond the state of the
 - 9 county's testimony development at this point. I don't
- 10 think we have really formulated a position on something
- 11 like that.
- 12 O Have you had any discussions or correspondence
- 13 recently with Mr. Ealey or Mr. Bagshi about their
- 14 consulting work concerning the EMD diesels?
- 15 A Yes, I've talked to them a couple of times,
- 16 largely trying to tie down schedules of availability,
- 17 tie down their involvement, and also to coordinate with
- 18 the efforts leading to the site visit.
- 19 Q When was the last time you had any
- 20 communications with them?
- 21 A I had a chance to talk to them when they were
- 22 in town. The weeks are slipping by. I don't know how

- 1 long ago. It when they were deposed. So that was
- 2 last time.
- 3 Do you know whether they have reached any
- 4 conclusions with respect to the EMD diesels?
- 5 A I don't believe they've reached any firm
- 6 conclusions at this time. To my knowledge, they
- 7 haven't. They may have, because it's been a week or so
- 8 since I've talked to them, but I don't believe there are
- 9 any at this time.
- 10 2 Is MHB also coordinating the involvement of
- 11 Messrs. Madden and Diermeyer in this low power
- 12 proceeding?
- 13 A No, we're not.
- 14 Q Do you have any knowledge of any opinions they
- 15 may intend to express?
- 16 A I've done nothing more than shake their hands
- 17 when they were coming into Kirkpatrick, Lockhart the
- 18 other day, and I was leaving. I have no idea what their
- 19 opinions are.
- 20 Are there any other MHB people who you foresee
- 21 might be witnesses in this low power proceeding, other
- 22 than yourself, Mr. Hubbard, or Mr. Bridenbaugh?