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BEFORE THE UNITED STATES NUCLEAR REGULATORY COMMISSION

DOCKETED

COMMISSIONERS:

Ivan Selin, Chairman Kenneth C. Rogers James R. Curtiss Forrest J. Remick E. Gail de Planque 92 MAY -6 P4:08

DEFICE OF SECRETARY DUCKETING & SERVICE BRANCH

In the Matter of
LONG ISLAND POWER AUTHORITY
(Shoreham Nuclear Power Station,
Unit 1)

Docket No. 50-322 - Dann

("Long Island Lighting Co., Consideration of an Order Authorizing Decommissioning a Facility and Opportunity for Hearing," 56 Fed. Reg. 66459 (December 23, 1991))

SUPPLEMENT TO

JOINT OPPOSITION TO THE NRC STAFF'S RECOMMENDATION

FOR ISSUANCE OF A DECOMMISSIONING ORDER

PRIOR TO HEARING AND CONTINGENT MOTION FOR STAY

The Shoreham-Wading River Central School District

("School District") and Scientists and Engineers for Secure

Energy, Inc. ("SE2"), Petitioners in the above-captioned

proceeding, hereby supplement their Joint Opposition to the NRC

Staff's Recommendation for Issuance of a Decommissioning Order

Prior to Hearing to identify an additional mischaracterization of the instant proceeding by the NRC Staff and an apparent typographical error in the Commission's Scheduling Order.

THE MISCHARACTERIZATION

In Policy Issue (Notation Vote) Paper SECY-92-140

(April 17, 1992) ("SECY-92-140"), the NRC Staff mischaracterized the Federal Register notice of the above-captioned proceeding as having been "drafted in the form of an order conventionally used

under the provisions of 10 C.F.R. Part 2, Subpart B." And then, said that LIPA's January 13, 1992 letter was "[i]n recognition of this." SECY-92-140 at 2. Without trying to divine the Staff's motivation for this mischaracterization, the School District and SE2 submit that it is a totally unsupportable characterization for three reasons.

First, 10 C.F.R. Part 2, Subpart B consists 10 C.F.R. §§ 2.200-2.206 (1991) which describe particular circumstances "in cases initiated by the staff, or upon a request by any person, to impose requirements by order, or to modify, suspend or revoke a license, or to take any other action as may be proper, against any person subject to the jurisdiction of the Commission." 10 C.F.R. § 2.200(a) (1991) (emphasis added). There is no hint in the above-captioned notice that it was to "impose requirements by order or to modify, suspend, or revoke a license or to take other action as may be proper, against" the Long Island Power Authority ("LIPA") or Long Island Lighting Company ("LILCO").1 Moreover, the NRC Staff's exercise of power pursuant to Subpart B is limited to situations where there is an "alleged violation of any provision of the Act or this chapter or the conditions of the license" (10 C.F.R. § 2.201(a) (1991)) or where there are "potentially hazardous conditions or other facts deemed to be

^{1/} Subpart B also prescribes procedures for civil penalties under the Atomic Energy Act and the Energy Reorganization Act of 1974. 10 C.F.R. §§ 2.200(b) & 2.205 (1991). Although the School District and SE2 may consider that penalties would be appropriate for LILCO and LIPA, there is nothing in the above-captioned notice to indicate that it was proposing such civil penalties.

sufficient ground for the proposed action" (10 C.F.R. § 2.202(a)(1) (1991)). There is nothing in the above-captioned notice that indicates any violations or allegations of potentially hazardous conditions. Further, there is nothing in Subpart B that indicates that there should be a notice in the Federal Register, such as the above-captioned notice. And, if this were a "notice of violation," it would have "require[d]" the licensee to respond, which it did not. See 10 C.F.R. § 2.201(a). And if it were an "order to show cause," it would have specified that the licensee's responsive filing would have to be "under oath or affirmation," and the notice would have specified the issues, and would have stated the effective date of the order; the above-captioned order did none of these things. 10 C.F.R. § 2.202(a)(2), (4), (5) & (b) (1991). In short, the Staff's characterization of the above-captioned notice as a Part 2, Subpart B notice is totally specious.

Second, there is nothing in LIPA's letter of January 13, 1992 that indicates that LIPA recognizes the above-captioned notice as a Part 2, Subpart B notice. See U.S.N.R.C. Docket No. 50-322 LSNRC-1883 (January 13, 1992). The only reference to the above-captioned notice in that letter is the statement that "the NRC published notice of its intent to approve the Shoreham decommissioning plan. See 56 Fed. Reg. 66459 (1991). The requested amendment would allow LIPA, after it has become the licensee, to implement that Shoreham Decommissioning plan." Id. at 1. The concepts of "intent to approve" and "would allow LIPA

rather than "impose[ing] requirements . . . against" LIPA. See
10 C.F.R. § 2.200(a) (1991). Moreover, in LSNRC-1883 (at 2-3)
LIPA seeks approval of the decommissioning plan pursuant to 10
C.F.R. § 50.91(a)(4) after publication of a No Significant
Hazards Consideration determination in the Federal Register. No
such procedure is required for an order pursuant to Part 2,
Subpart B. Finally, the licensee's characterization of the
notice (even if it had been as the NRC Staff said) is irrelevant.

Third, if there were any doubt as to the character of the above-captioned notice, it was resolved by this Commission in referring the School District and SE2 petitions to intervene and requests for hearings to the Atomic Safety and Licensing Board ("ASLB") Panel where the Commission noted that this was a proceeding notice pursuant to 10 C.F.R. § 2.105 (1991). And in appointing ASLB in this proceeding, the ASLB Panel also explicitly recognized that this was a proceeding notice pursuant to § 2.105. Long Island Power Authority; "Establishment of Atomic Safety and Licensing Board," 57 ed. Reg. 12949 (April 14, 1992). Neither the ASLB Panel nor this Commission characterized the notice as being pursuant to 10 C.F.R. §§ 2.201(a) or 2.202(a) (1991).

NOTICE OF TYPOGRAPHICAL ERROR

In issuing the Scheduling Order of April 30, 1992 in the above-captioned matter, the Secretary noted that "the licensee may file " The School District and SE2 hope that

LILCO will not consider itself barred from participation in this matter by this typographical error, which should have read "the licensees." It is clear from the Commission's decision in Long Island Lighting Cc. (Shoreham Nuclear Power Station, Unit 1), CLI-92-04 at 10 & n.6, __NRC __ (February 26, 1992) that there are two licensees: While LILCO remains the licensee with sole possession of the Shoreham POL ("possess, use by not operate"), control of that license was transferred to LIPA making LIPA also an NRC licensee.

This supplement is being telecopied to LILCO, LIPA and the NRC Staff on May 5, 1992 in the event that they may wish to address it tomorrow.

Respectfully submitted,

May 5, 1992

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OFFICE OF SECRETARY DUCKETING & SERVICE BRANCH

In the Matter of

O'Melveny & Myers 555 lith Street, N.W. Washington, D.C. 20004

LONG ISLAND POWER AUTHORITY

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CERTIFICATE OF SERVICE

I hereby certify that a copy of the Petitioners' Supplement to their Joint Opposition to the NRC Staff's Recommendation for Issuance of a Decommissioning Order Prior to Hearing and Contingent Motion for Stay in the above-captioned proceeding have been served on the following by telecopy and first-class mail, postage prepaid on this 5th day of May, 1992:

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