	QRAGINAL
	UNITED STATES OF AMERICA
	NUCLEAR REGULATORY COMMISSION
n the Mat	ter of:
	MEETING BETWEEN NRC AND GPU ON EMERGENCY PREPAREDNESS DEFICIENCIES
ocation:	Bethesda, Maryland Pages: 1-48
ate:	August 16, 1984
840910015	2 840821 05000289 PDR

Court Reporting . Depositions

1	CERTIFICATE OF PROCEEDINGS
2	
3	This is to certify that the attached proceedings before
4	the NRC COMMISSION
5	In the matter of: MEETING BETWEEN NRC AND GPU ON PREPAREDNESS DEFICIENCIES
6	
7	Date of Proceeding: AUGUST 16, 1984
8	Place of Proceeding: BETHESDA, MARYLAND
9	were held as herein appears, and that this is the original
10	transcript for the file of the Commission.
11	the state of the second sec
12	
13	
14	GEORGIA PINKARD
15	Official Reporter - Typed
16,	
	4 · · · · · · · · · · · · · · · · · · ·
17	Official Reporter - Signature
18	
19	David 7. Bel
20	PREPARER
21	
22	
23	
24	
25	
	FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Bait. & Annap. 269-6236

1	UNITED STATES OF AMERICA
2	NUCLEAR REGULATORY COMMISSION
3	MEETING BETWEEN NRC AND GPU
4	ON PREPAREDNESS DEFICIENCIES
5	
6	BETHESDA, MARYLAND
7	THURSDAY AUGUST 16, 1984
8	The meeting in the above entitled matter
9	was convened at 1:20 p.m., pursuant to notice.
10	
11	APPEARANCES:
12	
13	J. STOLZ J. GOLDBERG
14	D. MATTHEWS R. WILKERSON
15	J. PATTON R. ZAHLER
16	R. LONG G. GIANGI
17	
18	
19	
20	
21	
22	
23	
24	
25	
L	

## FREE STATE REPORTING INC.

## PROCEEDINGS

1

NRC/1. Tape . C.R.

3	Dave Matthews, Ray Smith is here from Region I, and we Wilhus,
4	have FEMA representatives here, Bob Luckerson (ph) and
5	Gloria Joyner (ph), and also Jack Goldberg from our, our
6	legal staff.
7	I have an attendance sheet that has circulated
	around, and I hope everybody has signed it so that it
8	
9	will assist in the identification of people for the
20	sake of the transcriber.
21	This is a transcribed meeting. And, so, when
	you speak, please identify yourself and your affiliation
2	
3	for the purposes of the transcriber.
4	What I'd like to do is to request the
-	licensee to more accurately state what he wishes to

FREE STATE REPORTING INC. Court Reporting + Depositions D.C. Area 261-1902 + Balt. & Annap. 269-6236 discuss this afternoon and that's it.

1

14

15

16

2	MR. LONG: Thank you, John. I'm Robert Long,
3	Vice-President of the Nuclear Assurance Division of
4	GPU Nuclear. I have with me George Giangi, who's
5	Manager of Emergency Preparedness for GPU Nuclear.
6	Courtney Smythe, who is our licensing manager at TMI-I.
7	Ken Henderson who is a consultant to us in the
8	emergency preparedness area and Bob Zahler who is a
9	lawyer with Kay Sholerexcuse me, Shaw, Pittman, Evans.
10	Shaw, Pittman who's beenMr. Zahler has been our
11	counselor throughout the emergency preparedness hearings.
12	John, we asked for a meeting with you and
13	your staff about a month ago because we perceived that

3

your staff about a month ago because we perceived that there was varying interpretations of what it was that was required to close out a second time certification Item 144.

Our understanding of the problem was being 17 raised by the staff, was that certification Item 144 18 was being reopened as the result of the, the results 19 of the November 16, 1983 exercise. And in early 20 discussions we had the impression that the staff would 21 be able to certify that Item No. 144 was closed out 22 if we did an appropriate exercise which would demonstrate 23 the communications capabilities which had been 24 questioned in the original ASLB hearings. 25

NRC/112 Tape 1 C.R.

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Bait. & Annap. 269-6236

1	Those questions were raised by the Commonwealth
2	of Pennsylvania. They were identified in the PID as
3	Item 210-G to get 2010-G. And Mr. Zahler has, who was
4	and George here, Giangi who were involved who have
5	pointed out that they, they arose out of concerns from
6	an early exercise in June of '81, in which some of the
7	communications equipment didn't function properly. In
8	some cases, people didn't have the right numbers, those
9	kinds of particular communications problems. I won't
;0	take the time to hear any initial comments, review all
11	that in detail, but it still is our understanding after
12	doing a rather detailed examination of the, the record
13	of the testimony of the FEMA witnesses in the ASLB
14	hearing of the Pennsylvania's proposed findings in the
15	partial initial decision, that the focus of that concern
16	was on a demonstration in the communication equipment.
17	And that the people, themselves, could use that
18	equipment effectively, that they had available the, the
19	telephone numbers and the names and the proper context.
20	It seems to us that there may be a disconnect
21	between what we perceive as the requirement and how
22	perhaps the NRC staff has read the FEMA category 8
23	items.
24	We had a meeting with Mr. Wilkerson and
25	members of his staff on June 13th, I believe it was, of
12	

4

NRC/112 Tape 1 C.R.

FREE STATE REPORTING INC. Court Reporting + Depositions D.C. Area 261-1902 + Balt. & Annap. 269-6236 this year in which we reviewed the Category A deficiencies with them and we clearly understood after that discussion that their concerns went beyond the communications aspects which are really stated in those Category 8 findings, particularly the second one for Daulphin and the first two for Lancaster, the only two remaining for Lancaster.

5

We understood at that time from them that they were looking for a full demonstration of the County EOC's capability fully manned with their volunteers as well as their permanent staff showing not only that they could use the communication equipment. They had the telephone numbers available, but they also could exercise command capability.

I've been concerned that when you read and Bob Wilkerson knows this, that when you read the words in the Category A deficiencies, they seem to, as Mr. Dirk said in his June 25th memorandum, very closely describe problems similar to those identified in previous exercises and those leading to the original requirement of the ASLB which the words are, that this was a communications kind of issue similar to that that had occurred before.

With FEMA's cooperation, with the NRC region staff awareness, we did do two exercises, as you know.

NRC/112 Tape 1 C.R. 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Bait. & Annap. 269-6236 We sent you a letter I think dated July 25th that
indicated that on June 18th we had done an exercise that
involved Dau/phin and Lancaster County, exercising the
communications aspects of the Category A deficiencies.
That those that are stated, really, but not exercising
the command capability, not staffing up fully.

6

Identified some problems in that. Again, in 7 reviewing the testimony and the information leading up 8 to that PID requirement, it appears that the FEMA 9 staff was suggesting a need for many exercises, if you 10 will, many drills of aspects of emergency preparedness 11 that made sure that things like your communications 12 capabilities, your telephone list are all correct before 13 you enter into a full exercise. 14

So, we, we felt that the June 18th was trying 15 to do that. John Patton from PEMA also cooperated so 16 that we had both FEMA and PEMA observers. Following 17 that June 18th exercise, we then assisted both 18 Daulphin and Lancaster Counties through mainly 19 Mr. Henderson's effort as a consultant to us to take 20 some corrective actions to make sure their call out 21 lists were correct, to give them some forms to keep logs 22 on since they, they hadn't perhaps had that formalized 23 as much as it was desirable. 24

And we then scheduled another exercise on

NRC/112 Tape 1 C.R. 25

FREE STATE REPORTING INC. Court Reporting + Depositions D.C. Aren 261-1902 + Balt. & Annap. 269-6236 July 17th, which involved all five risk counties, again, with the cooperation of FEMA and PEMA. In this, we particularly wanted to demonstrate that Daulphin County could take over the role of notifying the other risk counties in the event PEMA was not able to perform that function.

7

We also wanted to demonstrate that Daulphin County could, indeed, contact all of their municipalities as well as Lancaster County doing that, although they had done that successfully in the June exercise as well.

Following that exercise, we submitted to you 12 the letter dated July 25th which indicated that we 13 felt that the communications aspects and going well 14 beyond actually the original communication concerns of 15 the PID had been demonstrated and that as indicated by 16 the state in their submittal to FEMA back in December, 17 when did it ... no, April it went in, yes ... in April of 18 this year that clearing of the Category A deficiencies 19 would be done in, in the way it said in that statement 20 is by Daulphin County in a table top exercise to be 21 conducted during the third quarter. That's targeted 22 for September. We do not have a specific date for it. 23 And that the Lancaster County deficiencies, Category A 24 deficiencies would be cleared in the, in the Peach 25

NRC/112 Tape 1 C.R. 1

2

2

4

5

6

7

8

9

10

11

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236 Bottom exercise schedule for October 17th.

So, since we were getting conflicting, at 2 least appearing to us conflicting indications of what 3 was happening, we felt like it would be helpful to us 4 to have a discussion with FEMA and PEMA and NRC 5 represented so that we could clearly understand what's 6 expected of, of the counties. As you well know, there 7 are no deficiencies that I'm aware of in GPUN's nuclear 8 emergency plan. This has to do with the total response 9 of an emergency, but we have been and will continue to 10 assist the counties and the state in carrying out their 11 plans effectively. So, we'd really like to have a 12 discussion of what it is that really needs to be done 13 and whether there is this mismatch which we perceived 14 and, if so, can we get it straight. 15

8

MR. STOLZ: Well, as you know, we're really, 16 we're really talking about the somewhat narrow focus on communications drills because that's the subject of the certification item that we have to handle. That obviously doesn't cover all of the Category A deficiencies identified by FEMA. It's only those deficiencies that relate to the communications drills.

And our understanding is that there's one such outstanding item identified for Daulphin County and two for Lancaster County. So, we're talking about

NRC/112 Tape 1 C.R.

1

17

18

19

20

21

22

23

24

25

FREE STATE REPORTING INC. **Court Reporting • Depositions** D.C. Area 261-1902 . Bait. & Annap. 269-6236 just those three items.

any decision process.

1

2	You know, the staff relies on FEMA for its
3	evaluation on offsight evaluations of emergency
4	preparedness and, again, in this case we're relying on
5	a FEMA report to us regarding the results of any, any
6	exercise that you'll perform for which you want a
7	rating.
8	So, possibly, the best thing we can do is
9	to invite, invite FEMA's remarks here with respect to
10	the July 17th exercise which is the last one you've
11	cited that you feel deserves a report card and that
12	we can hear directly from Mr. Wilkerson and Gloria
13	Joyner on what their remarks might be about how you
14	performed and what more you may have to do.
15	MR. WILKERSON: Okay. Let me, let me make
16	a point of clarification, first. Qur Category A
17	deficiencies were not recognized during the exercise
18	process as part of the certification Item 144 issue.
19	There is a certain degree of correlation there and it's
20	my understanding of certification Item 144 is that it
21	relates to the, the hardware capability and co some
22	degree, a very limited degree, the man hardware
23	interface question and that is restricted rather
24	rigidly to the operators of equipment as opposed to

9

NRC/112 Tape 1 C.R.

25

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236 As you've pointed out, our deficiency identifications in Lancaster County, when you read the full body of the report and also in Daulphin County, are concerned about a broader man communication system interface; that is, the decision process, the ability to not only transmit but to, to take administrative or, or decision, type of decisions based on that.

We did observe to some degree the drills, and I will turn them as drills if that's acceptable, the communications drills that were held June 18th I believe and July 17th. I have received in the last several hours by facts a set of comments by the region, although I must admit at this point that I left the office without having read them. My verbal understanding is that the drills of July 17th represented a dramatic improvement over the performance of June 18th. And in the formal reports, there were several questions by NRC, might well certify the functionality of that communications capability.

I have to hasten to add that that does not, in our opinion, for our purposes, remove the Category A deficiencies. We can comment as to the scope of the communications drills but we've tried to be very clear with all parties involved that the communications drill would not, in our opinion, suffice as evidence for

NRC/112 Tape 4 C.R. 1

2

3

4

5

6

7

R

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

us to, to remove the Category A deficiencies in order to	>
satisfy this Category A deficiencies.	

There were a number of comments made in 3 hearings yesterday which I'm sure all the parties were 4 aware of as to the relationship between certification 5 Item 144 in the Category A deficiencies as to what 6 would suffice. It is not FEMA's position to issue a 7 finding, a ruling or a recommendation as to whether or 8 not the Category A deficiencies should be removed 9 before the certification Item 144. That's the NRC 10 staff and Commission decision or action. 11

I can provide within a matter of about 36 12 hours a finding to the Commission or the Commission 13 staff on the results of the most recent exercise, the 14 July 7th ... correction, the most recent drill, the 15 July 17th communications drill which did involve the 16 five risk counties and paralleled at least from a 17 hardware standpoint Daugphin County's assumptions 18 of what I will term net control responsibility during 19 the communications process. 20

MR. STOLZ: Bob, would you be able to sift out the, the results of the drill on July 17th with respect to the communications aspects of that drill in your...

MR. WILKERSON: Well, I think it's FEMA's

NRC/112 Tape 1 C.R. 25

1

2

FREE STATE REPORTING INC. Court Reporting . Depositions

1 position at this point that the drill of July 17th 2 directly parallels the communications aspects. It did 3 not really go beyond the points that at least if you 4 break the Category A deficiencies down into comments within the exercise report, did not go beyond the man 5 machine interface, if you will, that is involved in 6 physical operation of the communications system; that is, 7 that they did not involve a decision type apparatus. 8 It was an automatic transfer of information and net 9 control type of function. 10

12

So, that I would think that what happened on July 17th directly relates in its entirety to the communications issue as opposed to the decision issue. So, it certainly had...any comments we have would deal solely with the communications and the communications drill.

17 MR. STOLZ: But, again, relating to the results that you cited back from the November '83 18 exercise with respect to communications. Have you 19 completed your evaluation yet of the July 17th exercise 20 to be able to say one way or the other whether or not 21 the results of the July 17th exercise completely cover 22 the deficiencies cited back in November of '83. 23 MR. WILKERSON: We neither feel that the 24 substance of the July 17th exercise does or was intended 25

NRC/112 Tape 1 C.R.

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236 to relate to the citations that we made in the November exercise of 1983. It was my understanding that that was not its intention. We've done everything we possibly could to be clear with GPU and the Commission staff as to what things we thought would be a requirement of that.

Our evaluation was not intended for that purpose. So, that I can provide you with, with information as to what occurred and what our opinion of it was on July 17th. I would not use that finding or report to you as a clearance mechanism of the deficiencies that were cited in the November exercise.

MR. STOLZ: Do you feel there may be some, still some residual communications deficiencies which, which were previously cited but not yet have been tested?

MR. WILKERSON: To be perfectly clear for the record, I only, I cannot say that I feel they're (inaudible) I can only say that I have not evaluated to determine that they were not at this point.

MR. LONG: John,...this is Bob Long...it seems to me that the conversation between the two of you is exactly the concern that I wanted to bring up in the meeting.

I hear, I hear you asking the question, you

NRC/112 Tape 1 C.R. 25

1

2

3

4

5

6

FREE STATE REPORTING INC. Court Reporting + Depositions

didn't use the words but I hear you asking the question, are the Category A communication deficiencies cleared and Bob Wilkerson of FEMA is saying, no, they are not. That's exactly the answer I would expect him to say because I don't believe they are either.

What we think is happening is that you're 6 not asking the right question. As long as you ask him 7 are the Category A deficiencies cleared, he's going to 8 -say, no, as he should because they are not. If you 9 ask him, if the (inaudible) and I think I also heard 10 him say he would give you the answer, if you were to 11 ask him, did the licensee satisfactorily demonstrate 12 their ability ... not the licensee ... in this case, did 13 the county and the state, the outside groups, satisfactorily 14 demonstrate that they could perform the exercise that 15 was described in the July 18th exercise or drill, we'll 16 call it. I'll stick with Bob's, call it a drill. 17

We had some objectives for that drill which 18 we believed were addressed at certification Item 144 and 19 the communications aspects of the Category A deficiencies 20 of FEMA. And if you were to ask him did we demonstrate 21 successfully we had accomplished those objectives, I 22 think his answer is going to be, yes, they did. They 23 have satisfied those objectives limited in scope, and 24 then he's going to qualify it, as he should, to say 25

NRC/112 Tape 1 C.R. 1

2

3

4

5

FREE STATE REPORTING INC. Court Reporting + Depositions D.C. Area 261-1902 + Balt. & Annap. 269-6236

but the overall Category A deficiencies still have to be cleared in a later full scope exercise.

And I guess our question to the NRC staff is, you know, are you willing to ask that question or are you insisting that the Category A deficiencies must be cleared for you to certify that 144 is again closed? Cause if that's the position the staff has, certification Item 144 cannot be closed until we do these big exercises and close the Category A.

10 So, that's, that's exactly the problem. I 11 think we're right on the nub. We're right on target. 12 And we need to understand because we, we have to try 13 to influence the agencies to do what needs to be done 14 to get this plant ready to restart.

MR. STOLZ: Dave, would you please get into this?

MR. MATTHEWS: I'm Dave Matthews, Acting Chief of the Emergency Preparedness Branch. I can clarify what you're inferring to be a, a conflict on this issue.

I have made this clarification in several forms and at times directly to, to George Giangi. The staff's position on this is that, and it was, we thought, very clearly stated in the Dire's to Commission memorandum, is that there is sufficient coincidence in

NRC/112 Tape 1 C.R. 1

2

3

4

5

6

7

8

9

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

the types of problems observed in the June '81 drill which promoted...I think it was June '81. Is that right, George? 16

MR. GIANGI: June 2nd, yes, sir.

5 MR. MATTHEWS: June 2nd...that prompted the 6 hearing board's concerns on the communications issues 7 and resulted in certification Item 144, PID 2010-G. There's sufficient coincidence between the types of 8 9 problems which prompted that concern and the resulting 10 certification item and the types of deficiencies; in particular, the three Category A deficiencies, two in 11 Lancaster and one in Daulphin, related to communication 12 type problems. 13

That the staff is of the position and opinion 14 that the resolution of those three Category A deficiencies 15 are necessary for the staff to certify to the Commission 16 resolution of Item 144. And we would be looking to 17 18 FEMA to provide us conclusions with regard to those Category A deficiencies on those three points before 19 we will go to the Commission and indicate that that 20 item has been resolved. 21

In addition, we are sufficiently concerned because of FEMA's report to us on the significance of the Category A deficiencies in Dau phin County, that is also a necessary and sufficient condition for us, again,

NRC/112 Tape 1 C.R.

1

2

3

4

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

1 to go to the Commission on a broader scale and recommend 2 restart or the lifting of the immediate suspension 3 order for TMI, Unit 1. 4 Bob, do you have any further comments? 5 MR. WILKERSON: Yes, this is Bob Wilkerson. 6 I want to clarify because I'm not sure who was present 7 during the hearings yesterday, and I want to make sure 8 that all the parties have the information. 9 During the Commission meeting yesterday, I 10 did make the statement that before we could take any 11 clarification action on the Category A deficiencies 12 that it would require completion and an evaluation of 13 the two exercises in question, Lancaster County and 14 Daulphin County. 15 And I did indicate to them that we expected 16 that the earliest (inaudible) expedited fashion, when 17 we could expect to provide them with documentation 18 on those exercises would be approximately 30 days after 19 each respective exercise. 20 I was questioned by I believe Commissioner 21 Asselstine as to in the case of Daulphin County whether 22 that would simply be a table top exercise where there 23 would be additional activity. I want, for the record, 24 to, to clarify so that there's not any miscommunication 25 between FEMA and the utility. My comment was that it

17

NRC/112 Tape 1 C.R.

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

would go beyond a table top. My reason for making that statement is that it will not involve solely a, our definition of a table top situation which is where people sit around and talk about the decision process but will also involve some interactive decision making as well as that communications drill.

I don't believe that's substantively different from our previous discussions with GPU, but for the 8 point of the record, I would like to clarify that. So, 9 that much of this was discussed and if not resolved, 10 resolved by acquiescence yesterday. 11

MR. MATTHEWS: And the position ... this is 12 Dave Matthews... the position that was just expressed 13 by me was also the position expressed by Mr. Jordan in 14 front of the Commission yesterday afternoon. 15

MR. LONG: Yeah, this is Bob Long. Dave, I 16 heard that, and I'm, you may think that was communicated 17 to me, but... or to George, but that's simply not so. 18 There were communications that occurred, all of them by 19 telephone, that indicated that closing the Category A 20 deficiencies was not what was required. 21

Jack Thorpe and I had several conversations 22 with John Stolz. I clearly had an indication, I per-23 ceived it, maybe that's not what he meant, but I 24 clearly perceived that focusing on the, the hardware, the 25

NRC/112 Tape 1 C.R.

1

2

3

4

5

6

7

FREE STATE REPORTING INC. **Court Reporting • Depositions** D.C. Area 261-1902 . Balt. & Annap. 269-6236

1	software to the extent of the paper's right, aspects
2	that are, indeed, what the June 2nd '81 concern was all
3	about, was sufficient to carry out or to close, reclose
	certification Item 144. Otherwise, we wouldn't have
	gone to the effort to do the 18th of June drill and the
	7th of July drill. Those were designed to try to do
	something. And we had thought we had indications from,
	from members of the NRC staff that said that could be
	done.
	Now, again, I've got to make sure I misunder-
	stood what you said. I heard you say that the Daulphin
	category A-1 is also a condition for a restart certifica-
	tion.
	MR. MATTHEWS: Not, let's be careful with our
	terms. I said for the staff to be able to recommend
	to the Commission that from an emergency preparedness
	standpoint it can support the lifting of the immediate
	suspension order on TMI-I. I did not say certify.
	I did not confuse that issue with any restart
	certification nor any adjudicatory issue.
	MR. ZAHLER: This is Bob Zahler from Shaw,
	Pittman, representing GPU Nuclear. Dave, if I
	understood your last point because the Dirk's
	memorandum is clear. At Page 7 it says, instead the
	staff would propose to deal with this deficiency,

NRC/112 Tape 1 C.R.

FREE STATE REPORTING INC.

referring to the one you've just indicated for Dau Yphin County through FEMA separate and apart from the TMI-I restart proceeding.

If I understood what you just said, though, 4 outside of that proceeding but with respect to lifting 5 the immediate effectiveness, immediate effected suspension 6 order, you would have to have that concern resolved before you would support lifting the immediate effective 8 suspension order. 9

Maybe my question is more directly addressed to Jack Goldberg because I think it's a legal question. I have a very difficult time with that position.

MR. MATTHEWS: Well, you did hear me 13 correctly. 14

MR. ZAHLER: Okay. The legal basis for the 15 immediate effective shutdown which was an extraordinary 16 action that the Commission took in suspending the 17 TMI license without granting a hearing was some very 18 particular identified concerns which the staff made 19 known to the Commission. Those concerns could not 20 possibly have been the Dau phin County concern 21 identified in November of 1983 because it's some 22 four and a half years later. 23 Therefore, what we recognize that the

Daulphin County deficiency is an item that needs to be

NRC/112 Tape 1 C.R.

24

25

1

2

3

10

11

12

FREE STATE REPORTING INC. **Court Reporting + Depositions** D.C. Area 261-1902 . Balt. & Annap. 269-6236

closed and needs to be resolved. And we intend to 1 follow through on that. 2 As a matter of legal position, I cannot 3 understand how that could be the basis for not lifting 4 an immediately effective suspension order made back in 5 1979. 6 I guess I'd like to hear the staff response, 7 but I have one other comment that I want to make while 8 I've got the microphone in my hand for a second. 9 With respect, with respect to the three 10 Category A deficiencies that you're apprently telling 11 us you want resolved before you can certify to the 12 Commission ... 13 MR. MATTHEWS: With regard to Item 144, that's 14 right. 15 MR. ZAHLER: Yeah, with regard to Item 144. 16 I think it's important to listen to what Bob Long and 17 Bob Wilkerson are saying and understand the differences. 18 If one reads literally what FEMA wrote for those 19 three Category A deficiencies, we agree entirely that 20 they seem very similar to the problem that was 21 identified in the June 2nd'81 drill and, therefore, that 22 led to restart certification Item 144. 23 We believe that if you read those items 24 literally and you look at the drills that were run in 25 NRC/112

21

Tape 1

C.R.

FREE STATE REPORTING INC. **Court Reporting • Depositions** 

June and July of this year, that those drills resolve 1 those concerns; however, as FEMA has told us and as 2 we understand and as Bob Long indicated, the concerns 3 recognized in those three Category A deficiencies go 4 beyond what's just reflected in the words. To the 5 extent that they do, they no longer parallel the 6 problems identified in the June '81 drill that led to 3 restart Item 144. 8

And with respect to that matter, that is 9 where these three Category A deficiencies no longer 10 parallel, no longer relate to the concerns identified in 11 1981, we believe that what the staff should do is 12 treat that the same way it is treating the one Category A 13 item that doesn't relate to communications which is 14 outside of the restart process and outside of the 15 certification process. 16

The bottom line is and GPU understands this, there is no communications drill that we could run that would satisfy those Category A deficiencies. We clearly understood that. That was not the intent of those communications drills.

The intent of those communications drills was to fully satisfy all of the concerns identified as a result of the June '81 drill that led to restart Item 144 to the extent that they showed up again in the

NRC/112 Tape 1 C.R.

22

23

24

25

FREE STATE REPORTING INC. Court Reporting + Depositions D.C. Area 261-1902 + Balt. & Annap. 269-6236

November '83 drill.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

And I believe, if I understood Mr. Wilkerson correctly, that if asked that question, FEMA would indicate that that is what happened. We're not looking... we talk about the man machine interface, and I understand what that is, but it's a drop more than that. I mean these drills reflected log keeping, record keeping, calling the right numbers in all of those things.

Those are precisely the concerns identified by the licensing board from the June '81 drill that led to restart Item 144. The other aspects that FEMA is concerned about that are included among these three Category A deficiencies were not concerns identified either by FEMA as a result of the June '81 drill or the Commonwealth in their proposed finding that led to this restart condition or the board in its licensing decision.

19 If I could take a second, Bob Long referred to 20 it but the testimony of the FEMA witnesses back in '81 21 that was relied upon by the Commonwealth for this 22 restart decision is very clear. It's very specific. 23 For the record so you can look it up, it appears at 24 Pages 22,754 through 758. And it's essentially the 25 testimony of Mr. Vern Adler and Rick Bass (ph) from

NRC/112 Tape 1

C.R.

FREE STATE REPORTING INC.

FEMA, and what they talk about there is: Mr. Adler: I would emphasize the importance of drills. And he's using the word drills precisely the way Mr. Wilkerson did, not exercises.

So, that what we are talking about in a lot of cases are drills and table top exercises across the board. In this particular case, to drill the coordination aspects among all three levels, state, county, county to municipality and county to state, why do these drills and table top exercises have to be done prior to the full scale exercise?

In order...and Mr. Hardy at this point also 12 responds... in order to go into full scale exercise which 13 test the systems as it says so in NUREG 0654, the 14 integrated capability, you should not go to such a 15 situation, an integrated full scale exercise, without 16 having drilled your own internal responsibilities 17 and broken it down into drills, possibly even of 18 segments smaller. So, for instance, you're a state 19 agency, you would not want to go into full scale 20 exercise, not having drilled your own responsibilities 21 within your agency. 22

23 What FEMA was talking about and what was 24 suggested to the licensing board and what's fully 25 reflected in the licensing board were these small

NRC/112 Tape 1 C.R.

1

2

3

5

6

7

8

9

10

11

FREE STATE REPORTING INC. Cour: Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

separate communications drills to isolate on that particular aspect. We have no misunderstanding. Those drills are never going to resolve the Category A deficiencies identified by FEMA.

And if that's where we are, we're a total loggethered 5 aheads, but our position, I think it's more directed 6 to the NRC than it is to FEMA at this point is that our 7 reading of the Dirk's memorandum was that to the extent 8 the problems identified in '83 were the problems 9 identified in '81 which are reflected in the testimony 10 to some extent that I just read you and the FEMA report 11 on that drill, that those need to be resolved so that 12 we can recertify Item 144 cause you certified it once 13 before. 14 MR. MATTHEWS: I correct that. We didn't 15 certify it to the Commission. 16 MR. ZAHLER: You certified it to us. You 17 said you were going to certify it to the Commission. 18 (PAUSE) 19 MR. LONG: This is Bob Long, again. 20 UNIDENTIFIED SPEAKER: Let's, let's wait till 21 Mr. Goldberg is back. 22 MR. LONG: Just so...this is Bob Long ... got 23 a letter from John Stolz (inaudible) dated July 25, 1983, 24 that says, we consider each of the following items 25

NRC/112 Tape 1 C.R.

1

2

3

4

FREE STATE REPORTING INC.

1	complete, list them including 144 communications drill.
2	So, you may have not certified to the Commission. We
3	understood that it had been certified, that you were
4	satisfied with what was required of us.
5	I think
6	(OFF THE RECORD)
7	MR. ZAHLER: Dave, let methis is Bob
8	Zahlerlet me add one other thing. Courtney Smythe has
9	given me a copy of a document
10	(OFF THE RECORD)
11	MR. ZAHLER: This is Bob Zahler, again.
12	Just on the restart certification question, Courtney
13	Smythe has given me a document. I have in front of
14	me a complete listing of all the restart certification
15	items. It's got in the upper right-hand corner a
16	date of 1-31-84. My understanding was that this was
17	an attachment that went to the Commissioners as part
18	of a SECY paper, so that it was a communication from the
19	staff to the Commissioners.
20	And under 180144 communications, under the
21	column completion documentation, the indication is
22	NRC letter 7-25-83, which I believe is the letter that
23	Dr. Long just referred to, under review status/remarks
24	complete. Under NRC inspection, yes (FEMA).
25	I guess I'm very surprised to hear the staff
2	

26

NRC/112 Tape 1 C.R.

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236 position today that they had never certified this item to the Commissioners because every indication we've got is that this item was certified to the Commissioners. It's a small item. And because I understand what you're saying now is that new events have reopened that certification.

But let me tell you why in some respects it's important to us, at least in one regard. The extent of the drills that were run that enabled you to certify this in the first place represents an approximation, and I would say a one to one approximation, if you will, of the nature of the drills and the work that must be done to recertify it.

And I will tell you that if you compare 14 the drill that was run on July 17th, it is more 15 extensive and more complete than any of the drills that 16 were run that were relied upon to close this Item 144 17 the first time around. Therefore, I don't understand 18 how it is that the staff can now maintain that something 19 else more is needed when what we've now done this time 20 through is greater than what was done the first time. 21

The reality of the situation is TMI at some point, hopefully, is going to be operating. Over its lifetime history we expect that there will be Category A deficiencies. And if the staff position is going to be

NRC/112 Tape 1 C.R. 1

2

3

4

5

6

FREE STATE REPORTING INC. Court Reporting • Depositions

because of the unique proceeding that we went through, that everytime there's a Category A deficiency at TMI, you immediately suspend its operating authority. That's wholely inconsistent treatment.

All we want to do is be treated like every other operating plant. The Commission has established that that's the basis on which TMI is to be treated. We've got some Category A deficiencies. We're working to resolve them.

Our reading of the Dirk's memorandum and I believe it is a fair, full and complete reading, said as to those aspects of the Category A deficiencies that parallel what led to restart certification Item 144, we've got to reclose that item for a second time. We'll give you that.

But as to those items which at the time that dc the Dirk's memorandum was written, you believe to be just one Category A item which did not relate to restart Item 144. The staff was willing to treat that outside of the restart proceeding.

All we're suggesting to you is having now spoken to FEMA and having now understood that FEMA views those three Category A deficiencies as something more than just what led to restart Item 144, that what you should do is ask FEMA for an appraisal as to an

NRC/112 Tape 1 C.R.

1

2

3

4

5

6

7

8

9

16

17

18

19

20

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Bait. & Annap. 269-6236

evaluation sufficient for you to close 144 and as to any residual or remaining parts of those three Category A deficiencies plus the fourth Category A deficiency resolve it outside of a hearing process.

5 MR. GOLDBERG: Bob,...this is Jack Goldberg... 6 I think we understand your position. Now, let us 7 explain what our position is.

MR. ZAHLER: Fair enough.

MR. MATTHEWS: Let me make ... Dave Matthews ... 9 let me make one point. The date of the Dirk's 10 memorandum that we've been discussing to the Commission 11 is dated June 25, 1984. And notwithstanding any 12 tabulation of items closed or open that may have been 13 provided, my view is that the June 25th memorandum 14 clearly indicates that the staff is not prepared to 15 certify Item 144. 16

Two issues. One, that memorandum, I believe, particularly with regard to the phrasing on Page 5, made it clear that demonstration of the Category A deficiencies being resolved is necessary for the staff to certify Item 144.

Two, with regard to the remaining Dau phin County deficiency, that one related to their lack of adequate participation or their failure to participate fully in the November exercise, that was characterized

NRC/112 Tape 1 C.R. 1

2

3

4

8

FREE STATE REPORTING INC. Court Reporting + Depositions

in the Dirk's memorandum to the Commission of June 25th 1 as an issue outside of, I believe the phrase was the 2 restart proceeding. And the Commission, that was the 3 last communication to the Commission on that issue until yesterday afternoon, at which point it was made 5 expressly clear to the Commission that that issue stands 6 in the way of the staff's recommendation to them 7 regarding possible restart of TMI-I, and it must be 8 resolved to FEMA and the staff satisfaction before they 9 would find themselves in a position of being able to 10 recommend restart. 11

MR. ZAHLER: Jack, I clearly understand the staff position. I've got one big question mark which is, why. The first statement of Dave's was with respect to the three Category A deficiencies relating to communications necessary to close them out to certify Item 144.

And the question is, if both, if FEMA tells you, and I think they have today, and if we tell you our understanding is, that those three items involve much more than closing out 144. Why is it that the staff needs to close out those three Category A deficiencies to certify 144?

I mean I'm not going to argue with you that that's your reading of the Dirk's memorandum. I didn't

NRC/112 Tape 1 C:R. 24

25

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Bait. & Annap. 269-6236

have it, but fair enough. That's your reading of it. The question I now pose is, why did you need from FEMA a lette: closing out all three of those Category A deficiencies when FEMA will tell you that there is much more in those deficiencies than what relates to Item 144 to close it out.

And the second question I have for you is, if you tell me that the last communication you gave 8 to the Commissioners yesterday was that this other a Daulphin County item stands in the way of restart, I 10 still want to know why? I mean your initial statement to 11 me was that it precluded lifting the immediately effective 12 suspension order, and I think I was very direct with 13 you. I don't understand that as a matter of law. And 14 I would like to know how it is that that item stands in 15 the way of lifting the immediately effective suspension 16 item. 17

MR. MATTHEWS: In terms of the staff's recommendation of the Commission that that be their action?

MR. ZAHLER: Yes.

MR. MATTHEWS: Go ahead, Bob.

MR. WILKERSON: Bob Wilkerson. I'd like to make two points for clarification, if I could, in terms of FEMA's position.

NRC/112 Tape 1 C.R.

1

2

3

4

5

6

18

19

20

21

22

23

24

25

## FREE STATE REPORTING INC. **Court Reporting • Depositions**

One is what we can provide you. We can provide you with a report that outlines our understanding of the objectives of the July 17th report and our evaluation of the performance against those objectives.

I do not intend to make a statement here today that that exercise was or was not successful or that drill was or was not successful. I cannot bias that process in a meeting. This was a meeting, not a hearing. And I have to make that very clear.

The other is FEMA's ability or responsibility or willingness to, to certify, to view the NRC, the relationship between those category A deficiencies and certification Item 144. Neither will I do that.

I will explain to you my understanding of 14 the requirements to fill the Category A deficiencies. 15 You must make the judgment, NRC, as to whether that exceeds or parallels certification Item 144.

MR. GOLDBERG: This is Jack Goldberg. Bob, 18 we're not going, FEMA is not going to correlate the 19 drill in their report, the 144, and we're not going to 20 do it either right now. 21

What we're going to do is when we get a 22 report from FEMA that all the deficiencies are resolved, 23 then we'll be in a position to state to the Commission 24 what our, what our, what our position is on lifting the 25

NRC/112 Tape 1 C.R.

1

2

3

5

6

7

8

9

10

11

12

13

16

17

FREE STATE REPORTING INC. **Court Reporting • Depositions** D.C. Area 261-1902 . Balt. & Annap. 269-6236

suspension with respect to the emergency planning concerns. 1 It's our position that FEMA has to be 2 satisfied that there are no more emergency planning 3 deficiencies before we'll be in a position to support 4 restart. 5 MR. MATTHEWS: Now, I'd like to add another 6 comment. I believe with regard to the approach that 7 you are suggesting upon me, that you are asking me to 8 slice the bread too thin with regard to emergency 9 preparedness at TMI. 10 And I think in light of GPU's chief executive 11 officer's statements yesterday with regard to you 12 attempting to create a model facility and situation, 13 that that would argue against you attempting to convince 14 myself and other parties that the type of deficiencies 15 that were identified originally and the November 16th 16 drill are not common enough to allow me to continue 17 to raise concerns about the satisfaction of a Category A 18 deficiency. 19 MR. LONG: This is Bob Long. Use these 20 words to Bob Wilkerson back in June. Mr. Kuhns and 21 Mr. Clark used these words to the Commission yesterday. 22 Restart TMI-I is vital to us. 23 The issues here are not under our control. 24 We cannot control Dau phin County. We have tried for 25 NRC/112 Tapes FREE STATE REPORTING INC. and 2

C.R.

Court Reporting . Depositions

months since the initial report came out to get them to participate in a full table top exercise which would clear completely the Category A deficiencies. We have not been able to do that.

You, the Commission, can hold us responsible for that since we're the only ones you can hold responsible. You have no clout over Dau, phin County either.

And the statement made to the Commission yesterday I found shocking in the sense that this meeting was asked for a month ago. It takes place the day after the Commission's meeting in which you added on as I've just, I recognized it yesterday, Dave, there was a new wrinkle there that I had never heard before, without us having an opportunity to discuss it.

I think we could, in all fairness, show that we're not trying to shave things thin. We're trying to understand what the Commission expects of Dauxphin County and the State of Pennsylvania in demonstrating their emergency preparedness and how that relates to our restart decision.

What I hear you saying today and what clearly went through my mind yesterday is that right now the schedule, if what you're saying is irrevocable, I hope it's not, perhaps it is. Maybe once a statement is made

NRC/112 Tape 2 C.R. 1

2

3

4

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

to the Commission that makes it irrevocable. But if that's the case, then the earliest possible startup date for us would be November 17th.

Since Bob says with best effort it's going to take him 30 days. I'm assuming that's 30 calendar days, not 30 working days. 30 calendar days to respond to the October 17th Peach Bottom exercise.

Now, you must understand that that gives us great concern. That gives Mr. Clark great concern. In light of all the other issues that we've had to try to address to get approval to restart this unit, that one which is out of our control, outside of our ability to implement, to do something about ourselves except by persuasion, should become the critical path item.

MR. GOLDBERG: Well, you may be right, Eob. 15 That's the situation that you're in. With respect to 16 your comment earlier about Category A deficiencies not 17 being a basis to shutdown an operating reactor and 18 your desire to treat it as other operating reactors are, 19 once you're operating, that should be the case. But 20 like it or not, TMI-I has been different from operating 21 reactors from the time that the proceeding was 22 instituted with respect to every issue that's within 23 the scope of the restart proceeding. Emergency 24 planning is one of them. 25

NRC/112 Tape 2 C.R. 1

2

2

۵

5

6

7

SREE STATE REPORTING INC. Court Reporting . Depositions

1	So, it's not a legal basis within the context
2	of this proceeding to argue that, that Category A
3	deficiencies is not a basis to not (inaudible) to the
4	operating license.
5	MR. ZAHLER: A couple of things. One, Jack,
6	in all fairness, I think your statement just before
7	Dave Matthews, the time before, that you, that the staff
8	position was that you need to clear the Category A
9	deficiencies before restart, is different and is
10	inconsistent with the DirK's memorandum.
11	With respect to Dave's view that we're asking
12	him to cut it too thin, not at all. We fully understand
13	the seriousness of the Category A deficiencies. We're
14	not attempting to avoid resolving the Category A
15	deficiencies.
15	In some respects, I think you're right. I
17	am making a legal argument to you that resolution of
18	the whole of a Category A deficiencies is not within the
19	restart proceeding. Let me explain why that's not
20	cutting it too thin or that's not asking for special
21	treatment.
22	The Commission's action in revoking the
23	operating authority of TMI without a hearing was an
24	extraordinary action, justified in the public health
25	and public interest. The staff position and the staff
NRC/112 Tape 2	

36

Tape 2 C.R.

FREE STATE REPORTING INC. Court Reporting + Depositions D.C. Area 261-1902 + Balt. & Annap. 269-6236 has written it a number of times to the Commissioners what...

MR. GOLDBERG: I said it yesterday.

MR. ZAHLER: And Jack writes it all the time and says it all the time, is that whatever the concerns that led to that extraordinary action are gone, the immediate effectiveness nature of that order has to be removed.

9 The concerns being identified by FEMA today 10 just could not have been part of the concerns that led 11 to the suspension of that operating authority. We're 12 not contesting the right of the staff to insist that we 13 dot every i and cross every t to resolve those matters.

I am, however, and I don't think it's merely 14 a technicality or slicing the bread too thin, arguing 15 that it is denying us our fair treatment before the 16 Commission to throw these items in as conditions to 17 restart. That was not the intention of the Commission 18 in '79. I don't believe it could possibly be the 19 position of the Commission today. It's not consistent 20 with what their lawful authority is. 21

One last thing in terms of cutting it too thin and trying to shave corners, and I get exercised about this everytime we talk about emergency planning at TMI because I've been involved in at least in '79.

NRC/112 Tape 2 C.R. 1

2

3

FREE STATE REPORTING INC. Court Reporting . Depositions

I think if you go back and you ask Jack (inaudible), you ask Steve Chestnut, you ask Phil Cantner, you will find that emergency planning at TMI has never been a shortcut item, has never been an item where we sought to cut resources or get by with the minimum.

7 I think the people at GPU and TMI have done 8 a fantastic job in emergency planning. It's based on my experience with all of our other clients, not the 9 10 whole industry, but a whole bunch of our other clients in emergency planning, and I guess it rackles me when 11 people at least talk about emergency planning and say 12 that GPU's tried to cut corners cause that's just not 13 the case. It's not the case today. We're not proposing 14 any special treatment today. 15

But what we are asking is that we be treated with fairness in accord with what the Commission ordered in 1979. The bottom line is I understand the staff position. In some cases it sounds like a (inaudible) case or direction. This is the way it's going to be.

I will tell you that my own view in response to my question why is that you haven't told me why. You've said this is the way it's going to be. My question to you was, if there is more involved in those

NRC/112 Tape 2 C.R.

1

2

3

4

5

6

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

three Category A deficiencies than what was necessary to certify restart Item 144, why must the rest of them be closed? I don't think I got an answer to that question. I understand your position, but I didn't get an answer to that question.

MR. GOLDBERG: This is Jack Goldberg. I don't think there's any doubt that one of the Commission's concerns when they suspended the license was emergency planning. If we stop looking at the trees and step back.

It's our position now that emergency planning deficiencies have to be resolved before the staff is going to support restart. We think it was clearly contemplated by the Commission when they suspended the license that TMI-I would not restart until it had an emergency plan without any deficiencies present.

17 MR. MATTHEWS: And let me clarify, again, two 18 points. One, your comments seem to indicate that you 19 inferred that my statement with regard to slicing the 20 bread too thin was an implication associated with GPU's dedication or involvement or commitment to emergency 21 22 preparedness. That is not what I said nor intended. I was speaking with regard to making what I view to 23 be narrow distinctions between deficiencies with regard 24 25 to a certification item in the legal sense and what I

NRC/112 Tape 2 C.R. 1

2

3

4

5

6

7

8

9

10

FREE STATE REPORTING INC. Court Reporting + Depositions

view to be deficiencies with regard to FEMA's ability to
certify...I shouldn't use that word...to confirm to us
that there are no deficiencies that would interfere with
adequate protection of the public health and safety.

MR. GOLDBERG: Let me add another thing. There's 144 and then there are possible other deficiencies. FEMA is not going to be in a position to address 144 per se at this time. And we're not going to be able to do that either.

What we're going to do is when FEMA is satisfied that there are no emergency planning deficiencies, no Category A deficiencies, we will take that and we'll then state to the Commission our position on, on restart.

You are correct that in a certain respect this differs from what was said in the Dirk's memorandum of June 25th on that fourth Category A deficiency which doesn't deal with communications. This is something different. You're right. But it's, you know, this is not the final word on it.

We, we stated our current position yesterday to the Commission, and we're trying to do that again today.

MR. LONG: Jack, let me...this is Bob Long again. We had Lancaster County agree to do a full

NRC/112 Tape 2 C.R.

24

25

5

6

7

8

a

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Bait. & Annap. 269-6236

table top exercise which could have demonstrated their abilities had it been done properly to clear the Category A deficiencies in mid-July.

We had gotten them to agree to do that in spite of the fact that they're scheduled to play at Peach Bottom in October. We didn't do that because we had the understanding from the NRC staff communications, various ones of us, sailor to lawyers, me to John Stolz, George to others that if we did the communications drill that we did do on July 17th, that that would get at the research item.

What I'm here right now is that had I done that in July and had Lancaster County done it properly and had PEMA and FEMA sacrificed which they both would have had to do to observe but we even had them agree that they could do this, then I could be cutting off at least a month from this date in the future.

And if you get the impression that that makes me angry and distressed, you've got the right impression. It does, indeed.

MR. GOLDBERG: I, I haven't been involved in the history of this. It may be that you did some things on an understanding of what our position was, but for whatever reasons, it's history now.

This is what our position is, as we stated

NRC/112 Tape 2 C.R. 1

2

3

4

5

6

7

8

9

10

11

21

22

23

24

25

FREE STATE REPORTING INC.

yesterday, as we tried to explain today. And that's, you know, that's really all I can say.

MR. ZAHLER: This is Bob Zahler. Jack, I want to respond to your concern about looking at the forest and not the trees in terms of emergency planning. Even accepting that, the Commission's order that lift, that lifted the operating authority of TMI on immediately effective basis identified five short-term emergency planning items and two long-term emergency planning items.

I can't recall it exactly, but one of those two long-term emergency planning items was generally improve emergency effectiveness around TMI. It was clearly recognized from day one when that order was issued that restart might take place well before those long-term order items were completed.

Now, time has overtaken all that, and I'm not
making an argument to you on that, but I want to point
out to you that your statement that the Commission
expected that every last deficiency in emergency
planning be resolved before restart of TMI is inconsistent
with the August '79 order.

In fact, if you look at the five short-term order items compared to the status of emergency planning today, even given all of those Category A deficiencies, we are so far beyond that and so far

NRC/112 Tape 2 C.R.

22

23

24

25

1

2

3

A

5

6

8

9

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

1	beyond those items that there is no comparison.
2	If you want to look at the ball park picture
3	and talk about the forest, I would ask you to go ask
4	Joe Row who was there in '79 to get a comparison of
5	the state of emergency planning in April or September of
6	'79, the state of emergency planning today around TMI.
7	It is so far improved and so much greater
8	that if that was the concern, that's been resolved.
9	(PAUSE)
10	MR. GOLDBERG: Would it be your position that
11	if TMI-I were in the status of a near term operating
12	license rather than an operating reactor with a suspended
13	license that they would be getting an operating license
14	with Category A deficiencies?
15	MR. ZAHLER: Absolutely not, but the
16	Commission, that was precisely the issue addressed to the
17	Commission during the TMI proceeding. And the answer
18	that came back was we were not to be treated like a
19	near term operating license. I mean that's written in
20	black and white in the Commission order.
21	I agree with you, if we're a near term
22	operating license and we had a Category A deficiency,
23	we don't get a full power license. We might get a low
24	power license because you don't need offsite planning.
25	We don't get a full power license.
NRC/112 Tape 2	

43

Tape 2 C.R.

FREE STATE REPORTING INC. Court Reporting . Depositions

1 But my position to you is from day one it's been clear we were not to be treated as a near term 2 operating license. We have never been treated as a 3 4 near term operating license in this proceeding. Oh, let me take it back. When the staff tried it, the 5 Commission said, no. 6 And, therefore, I don't expect us to be 7 treated like a near term operating license. Absolutely 8 not. 9 MR. MATTHEWS: We'd like a caucus (inaudible). 10 MR. STOLZ: Let me clarify a few things. 11 (OFF THE RECORD) 12 MR. STOLZ: Let me summarize a clarification 13 then with respect to the points you've raised here, 14 Bob. At yesterday's meeting with the Commission, the 15 staff clearly went beyond the points raised in the 16 letter of June 25th. 17 My discussions with you over the phone, 18 Bob, at that time I was following what we had described 19 here in this June 25th letter. So, that, that is 20 probably the point of confusion that arises. 21 We, we were discussing meeting the, the, 22 those aspects of the Category A deficiencies that 23 related to communications drill. Yesterday's meeting, 24 it's clear that the staff's position as presented to the 25 NRC/112

44

Tape 2 C.R.

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236 Commission not only included those items but included all the Category A deficiencies that were described in this letter. I guess that's it.

I think the, I think if you wish to go beyond the group that's presently here in this room, the staff, you're going to have to take that, that up among yourselves.

8 MR. LONG: Okay, John, this is Bob Long. 9 I guess I do have one request. I would hope that 10 either, I would like for the NRC to ask FEMA for a 11 report on the July 17th drill so that you have something 12 that's out of Bob Wilkerson's office, not just the 13 region report but that you have a report to you on 14 performance of the Counties in the July 17th drill.

MR. STOLZ: Bob, the reason we're, don't want to ask FEMA for the results of the July 17th drill is because we're quite aware that that drill does not encompass all of the things that we indicated we wanted to be cleaned up at yesterday's Commission meeting.

So, that even if FEMA were to provide this report, it would not be sufficient to cover all the deficiencies that we, the staff wants to clear up and provide a certification of the Commission for restart.

We're, we're only, we're only addressing part

NRC/112 Tape 2 C.R.

25

1

2

3

4

5

6

FREE STATE REPORTING INC. Court Reporting • Depositions of the package if we, if we get FEMA to give us a report.

MR. LONG: We understand that.

4 MR. STOLZ: The ground rules were, were 5 encompassed as per the June 25th letter. I think there 6 would be some merit to your request but now that I'm 7 aware that we have, have expanded our position as a 8 result of a Commission's meeting yesterday, it seems 9 like just an exercise to request FEMA to provide a report that will not be a sufficient basis for us, the 10 staff, to make a conclusion. 11

MR. LONG: That wouldn't be the only exercise involved in this whole exercise, believe me. I, I think...I just want to express our appreciation for Bob Wilkerson and his staff and John Patton and you and your staff for meeting with us.

We understand what's expected of us. We will do what's expected of us. We always have. We'll continue to do that. We will try to find ways to clear the FEMA Category A deficiencies which will not make that item a holding critical path item for a restart action on the part of the Commission.

And beyond that, I don't know as there's much we can do. It's not one, as I've said, that we have under our direct control, but we will do our best to

NRC/112 Tape 2 C.R. 1

2

3

FREE STATE REPORTING INC. Court Reporting • Depositions D.C. Area 261-1902 • Balt. & Annap. 269-6236

1	work with the agencies involved to get an effective and
2	timely clearance of those Category A deficiencies.
3	(PAUSE)
4	MR. ZAHLER: Let me just make one statement
5	because I want GPU's position to be clear. I understand
6	that the NRC staff, at least you've indicated today,
7	you're not going to ask FEMA for that report on the
8	July 17th drill.
9	Our position, however, is that we would like
10	you to ask them for that report. I'll be very frank
11	with you. The effect of you not asking them for that
12	report forecloses our ability, and I'm not sure that
13	we would do it, but forecloses our ability to pursue
14	what we believe to be the proper interpretation of how
15	this should be resolved at any higher level or different
16	level.
17	And I guess I'm a little surprised that the
18	staff would take that position. I can tell you during
19	the restart proceeding itself the staff on a number of
20	occasions asked FEMA for interim reports on the status
21	for emergency planning at TMI, well knowing that those
22	interim reports did not resolve all issues but requested
23	those reports so that the process could continue.
24	And I guess our view is we would like you to
25	ask for them. I can't force you to do that, but I just

NRC/112 Tape 2 C.R.

FREE STATE REPORTING INC.

NRC/112 Tape 2	FREE STATE REPORTING INC.
25	
24	and the second
23	
21	
20	
20	
19	
19	
17	
15	AT 2:40 P.M. )
14	(WHEREUPON, THE AFOREGOING MEETING ENDED
13	MR. STOLZ: Thank you.
12	Thank you.
11	those steps.
10	steps have been taken and the associated results of
9	committed to in that May 23, 1984 letter, we expect FEMA to come forward to us to indicate that those
8	And when those steps have been taken as
7	of those Category A deficiencies.
6	going to proceed on with regard to the resolution
5	which FEMA understood that the County and PEMA were
4	May 23, 1984 letter, which indicated the steps with
3	in that regard. Our position is based upon FEMA's
2	MR. MATTHEWS: I understand your position
'	wanted our position to be clear. Thank you.

Court Reporting + Depositions D.C. Area 261-1902 + Balt. & Annap. 269-6236

Tape 2 C.R.