MEMORANDUM TO:

David Meyer, Chief

Rules Review and Directives Branch Division of Freedom of Information

and Publications Services Office of Administration

FROM:

John W.N. Hickey, Chief

[ORIGINAL SIGNED BY:]

Low-Level Waste and Decommissioning

Projects Branch

Division of Waste Management Office of Nuclear Material Safety

and Safeguards

SUBJECT:

2.802 PETITION FOR RULEMAKING

On January 22, 1997, Sherwood Bauman of the Save Wills Creek Water Resources Committee petitioned NRC to take certain actions with respect to the development of an environmental impact statement for an NRC licensee. Shieldalloy Metallurgical Corporation. Mr. Bauman submitted his request as a 10 CFR 2.206 petition. Our response of February 19, 1997 (Attachment 1) indicated that three of his requests would be considered as 2.802 petitions for rulemaking.

In accordance with the NRC Management Directive, we are forwarding Mr. Bauman's letter (Attachment 2) to you for further action.

Docket No. 040-08948 License No. SMB-1507

Attachments: As stated

Contact: James Kennedy, NMSS

415-6668

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UNITED STATES NUCLEAR REGULATORY COMMISSION

WASHINGTON, D.C. 20555-0001

May 19, 1997

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UNITED STATES NUCLEAR REGULATORY COMMISSION

WASHINGTON, D.C. 20555-0001

February 19, 1997

Mr. Sherwood Bauman, Chairperson Save the Wills Creek Water Resources Committee 6354 Cowgill Lane Cumberland, OH 43732

Dear Mr. Bauman:

I am responding to your letter dated January 22, 1997, in which you formally petitioned the U.S. Nuclear Regulatory Commission to take certain actions with respect to the development of the environmental impact statement (EIS) for the Shieldalloy Metallurgical Corporation (SMC) facility Cambridge, Ohio, and to initiate several rulemakings. The purpose of this letter is to describe how NRC will address each of your requests.

You requested that:

- Pursuant to 10 CFR 2.206, NRC broaden the scope of the EIS to include, investigate, score, and evaluate against all other options, the option of assured storage, as well as other related hybrid options identified in your letter.
- NRC initiate a rulemaking to preclude Shieldalloy. Cyprus Foote, and any others from entering in covenants not to sue with any other State or Federal agencies which could interfere with NRC's authority to enforce Federal laws or regulations in Chapter 10 of the Code of Federal Regulations (CFR).
- 3) NRC initiate a rulemaking which would require that above-ground assured storage be considered and scored as a viable option to be considered at all NRC licensed sites which seek on site or in situ disposal.
- 4) NRC initiate a rulemaking that would permit licensees' in situ disposal plans to be approved only when, and if, the responsible parties sign an admission of guilt and wrongdoing so that the stakeholder community has the ability to recoup lost property values and community tax bases.

With respect to your first request, we will consider this alternative and its variations as a late comment on the EIS, rather than process the request as a 2.206 petition. Petition requests under 2.206 are to "modify, suspend, or revoke a license, or for other such action as may be proper," and a request such as yours to broaden the scope of an ongoing EIS is not covered by 10 CFR 2.206.

Attachment 1

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Your second, third, and fourth requests will be considered as petitions for rulemaking pursuant to 10 CFR 2.802. You will be kept informed of NRC actions with respect to these rulemaking petitions.

Corly Paperulle Carl J. Paperiello, Director Office of Nuclear Material Safety

and Safeguards

Docket: 040-08948 License No.: SMB-1507

cc: Cambridge Distribution List

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Save Wills Creek Subsidiary of Earthlink...

Sherwisod, iforesti basmani Greator 5354 Cowalli Larie Temberarya, Onio 43730

Telephone 1 (8) 4) 838-9509

10 Hoan C Thompson Jr. 140 clear Regulatory Commission. Jim Kennedy, Chip Cameron, Shidey Jordson Bobert Nelson, Mike Weber 11555 Roakville Pike Roakville, Maryland 20555

Reas: Furmal petition for action and rule making as allowed under section 2.2% of the To CFR codes to broaden the scape of the DEIS for the Shieldalloy facility in Cambridge. One (hereinafter referred to simply as site.) To include as yet uninvestigated and very workable options which could present the best alternative for our community at a price within affordable reality.

Dear Hugh Thompson and other Statt:

As is my right under the auspides of the LO CFR rules and regulations loft quoted but rarely followed by the NRC) sub-section 2:206, as well as any and all other sections. It said Code of Regulations or other federal laws. dealing with rule making or the broadening of the scape of un DEL which may be applicable since the NRC has not seen fit to provide us with a full and up to date set of said regulations, we herein as is more fully spelled out below request that the scope of the current DEIS for the site be broadened to include the option and its various hybrids as are more fully spelled out in options one through nine of said request. The broadening of the DEIS would be the inclusion of Above Ground Assured Storage Technology in all of its various formats and possibility as we have spelled out in our request to broaden said DEIS. Additionally, said petition for Administrative Action is to be further intended as a petition for rule making that would require the scoring of Above Ground Assured Storage Lechnology Implementation against all other options at any and all sites being considered for insitu disposal and deed restricted access verse's NRC's normal safeguards of ALARA. and 15 M/REM a year for unrestricted use and release of the property. Further, said petition for administrative action and rule making would also petition the NRC as is more fully outlined below to implement rules which would preclude states or NRC licensee's (agreement or otherwise) from granting NRC licensee's or former licensees Covenants Not to Sue (or other instruments that bring about the same effects), and that further we petition the NRC for rule making which would see that any licensee insitu disposal plans approved be approved only when and if the responsible parties (all responsible parties) sign an admission of guilt and wrong doing so that the stakeholder community has the ability to recoup lost property values and community tax bases sacrificed by such flawed decommissioning strategies.

BASIS FOR REQUEST

Sherwood Bauman, as well as the organizations he represents and any and all additional co-signatories do berein state that our petition for administrative action and patition for rule making should be granted for the following reasons.

- 1. Whereas Shieldalloy in 1987 did in fact and deed take possession of 600,000 tons of LLRW after the previous owner Cyprus Foote did have its license retired under false pretenses. (Said previous licensee stated that it was their belief that there were no longer materials of licensable control at the facility)
- Whereas the state of Chio and the NRC did approve a decommissioning plan which failed and was halted in 1989.
- 3. Whereas the staff of the NRC did in fact and deed dismally fail the community of Guernsey County Ohio by failing to police the license at the site for a period of some 12 years.
- 4. Whereas the company Shieldalloy company (licensee) did in 1993 seek protection from creditors by running into the Federal Bant ruptcy courts while at the same time submitting a closure plan for the facility.
- 5. Whereas the NRC determined that closure of the facility constituted a major federal action which would implement the need for and EIS as called for in NEPA to evaluate *ALL* risks (both environmentally, an social elaboromic (which would include health risks and financial costs to attected host community)) to our community as well as the preferred plan of the licensee and any and all other viable means of remediation at the site.
- Whereas the NRC has a duty to the stakeholders of a community to include any and all viable options within and EIS.

- Whereas the Diffs is incomplete and tails to individe a gost afterdable aprior that the tile. Has known about
 for some time, and in facting from Wides about byte actually considering the ments of yor feet no logic.
- Whereas the licensee and former lack sees are attenuiting to mitigate their legal insponsabilitis through potentially transfer tashions that would ordernine the felleral rules and regulations as relates to financial population, transfer life and safety.
- In Whereas the incensees, that is a primer and former sees to enter into legal contracts that would mitigate and contentes with the LIRC's ability to entrace federal law, is rate of only plans on entering into a document not to see with said ligensees. State of only is also stated to become an agreement state with the NRC. Said convenant dould present a conflict of interest and interfers with Obos-ability to entrace the LIRC roles and reportations.

therwood Balaman as a more fully outlined in following seations respectfully moves like NPC to grant his petitions for action and petition for rule making.

OUTLINE AND SPECIFICS OF FORMAL PETITION.

said formal petition for action, and formal request for the making falls into the specific sub-categories identified as A, B, and C. Further said requester(s) wish to have the petition in the cased for public comment and review verse a potentially inacquirate synopsis of our request greated by the NRC. Should any singular portion of the petition for action or the petition for rule making be deemed improperly filed or executed, all other portions shall stand individually upon their own merits us if submitted separately and apart from the part(s) deemed improperly filed or executed.

A) FORMAL REQUEST FOR RULE MAKING TO PRECLUDE SHIELDALLOY, CYPRUS FOOTE AND ANY AND ALL OTHER LICENSEE'S FROM ENTERING INTO CONVENANTS NOT TO SUE WITH ANY AND ALL OTHER STATE OR FEDERAL AGENCIES WHICH COULD INTERFERE WITH THE NRC'S RIGHTS AND ABILITIES TO ENFORCE FEDERAL LAWS AND OR THE REGULATIONS AS DEFINED IN TO CER.

It has come to the attention of Sherwood Bauman. Save Wills Creek, Earthlink as well as any and all other coignatories of this document, that the State of Ohio Intends, as a part of its settlement of disputes with the lidensee (Shieldalloy) and the former licensee (Cyprus Foote), to enter into an agreement which is titled Permanent Injuriation/Consent Order in the case of State of Ohio, et rel. (plaintiff) verse Shieldalloy Metallurgical Corporation and Cyprus Foote Mineral Company defendants (Case # 95 CV 242) filed in the Guernsey County Court of Common Pleas. Said agreement includes as a part therein a Convenant not to Sue which would in fact and deed interfere with the Federal Government and the NRC's ability to enforce rules and regulations as relates to the long ferm storage and or disposal of LLRW in light of the state of Ohio's current plans to become an agreement-state with the NRC as would be required for said state to build and host a compact facility. We would question the conflict of interest established when a state who has previously signed a convenant not to sue becomes and agreement state, and therefore feel that various cooperating agencies involved in a DEIS should not be allowed to enter into such convenants as a general rule, and thus feel a rule making is needed to clarify this situation.

Said petitioner therefore respectfully requests and petitions the NRC for a new federal regulatory dode within 10 CFR which would preclude and forbid lick usees or doop. In alting agencies from signing such agreements as Coveniants not to sue, and further requests that said rule making if implemented be inclusive of and enforced in regards to the proposed remediation at and the retirement of the license for the Shieldalloy site situated on State Route 209 in Guernsey County, state of Ohio.

Petitioner further requests that a determination be made as to the legality of the State of Ohio entering into such agreements without the involvement and approval of the NRC as the wastes in question at said site fall within the jurisdictional control of not the state of Ohio, but instead that of the NRC. Additionally, we question the legality of said convenant as relates to the rules and regulations of the US EPA and the state of Ohio's status as an agreement state with said Federal Agency.

B) FORMAL REQUEST AND PETITION FOR RULE MAKING WHICH WOULD CREATE A REGULATORY REQUIREMENT TO SCORE ABOVE GROUND ASSURED STORAGE AS A VIABLE WORKABLE OPTION AGAINST ANY AND ALL ALTERNATIVE OPTIONS AT ALL NRC SITES WHICH SUBMIT PLANS FOR INSITU DISPOSAL OF LLRW AT SITES WHICH ARE LOCATED IN OR NEAR WETLANDS OR LOCATED WITHIN SITUATE 100 YEAR FLOOD PLAIN AREAS WITHIN THE UNITED STATES OF AMERICA AND ITS BORDERS.

It has come to the attention of Sherwood Bauman. Save Wills Creek, Earthlink as well as any and all other cosignatories of this document, that there is a technology known to the NRC and within the LLRW community known as Above Ground Assured Storage Technology. Further, said technology over the long term has shown the ability to offer more protections to affected stakeholder communities while at the same time being very asst competitive when computed to other disposal methods and alternatives such as disposal at licensed long ferm care facilities and/or insitu disposal (with many inherent health risks and unknown potential short comings.) options that are normally evaluated within the confines of a DEIS when contemplating the means by which a facility shall be remediated and a facility closed. Since the NRC seems unwillingly to have wastes

Stipped to ligensed taglities built for receiving and safe storage at right sopers, we feel it is injure that from other contact treates. Its wed instructions but disposed in the common nearth, and destructive to directions and notice the contact be given for and our other consideration coming the bless process.

With the above explaints we in the art a petrion the rifer to transmit messand regarding which would parage in the above explained as a supple and accreated option to the comparise at failt rifer, are supple sense to a state of with displaying as well as my arta of sites which require the implementation of an entired to produce the implementation of an explaint as a positive of an explaint of the artists of the artists of the artists of the department of the for purposes of declaration or a site of a reference of a pieces.

If it futher moved also petitioned that the sherifallow life is unundage who be included and herd to the standard which would be greated in such use making for the following reasons.

 Criterity, though the DRS is Index review, so finds plan has been approved, nor signed off on by the commission reports that

2. Currently, if is expected that the staff of the NRC will have to either A) re-publish the DBIs or at a minimum. B) issue a supplement to said document.

In light of this, no decision is expected on this ste in the very near future. Resultingly, it would be in the best interest of our community (Guernsey County, state of Ohio) to have said Assured Storage scored for our tability and the dangerous wastes located at said site. Human health and preservation of natural resources should take prededent over company convenience.

C) SHERWOOD BAUMAN, SAVE WILLS CREEK, EARTHLINK AS WELL AS ANY AND ALL SIGNATORIES TO THIS DOCUMENT HEREIN OFFICIALLY PETITION THE NRC FOR AN ADMINISTRATIVE ACTION WHICH WOULD REQUIRE THE LICENSEE SHIELDALLOY AND THE STAFF OF THE NRC TO BROADEN THE SCOPE OF THE DEIS ON THE SHIELDALLOY SITE SITUATED ON STATE ROUTE 209, CAMBRIDGE, COUNTY OF GUERNSEY, STATE OF OHIO TO INCLUDE, INVESTIGATE, SCORE AND EVALUATE AGAINST ALL OTHER OPTIONS THE OPTION HEREIN AFTER REFERRED TO AS ASSURED STORAGE AS WELL AS THE OTHER HYBRID ALTERNATIVES INCLUDED HEREIN AND ENTITLED OPTIONS 1–9 OF THE EXPANDED DEIS REQUEST.

Sherwood Bauman has just dome into possession of additioned which have led him and the various assorted signationes to this petition to believe that there is another afternative that the NPC has full and complete knowledge of, and that said agency and their licensee deliberately hid and kept from public view so as to allow for the flawed preferred disposal afternative of insity disposal to reap the highest score in the evaluation process and thus be anosen as the NPC's endorsed pran for the site.

To fact, it is further believed that the NRC did not include said option as a part and parcel of said DEIS to turther their agency's internal long range goal of creating a formula which would allow insitu disposal at all SDMP sites across the United States of America using our site and the National Case Setting Precedent for this clubious remediation method as the falisman to march under as they visited flawed gover ups on communities across this land. For these and the reasons stated above, the petitioner(s) herein respectfully move for an administrative action which would broaden the scope of the DEIS to include the Assured Storage options which are more fully defined and identified in options 1-9 below.

Option One-Above Ground Assured Storage of materials in a building nutside of the wetland areas, said building to be constructed on the property now owned in the licensee, with all materials both of a radiological hazardous and solid waste nature including all stream sediments and soils on and off of the site as well as contaminated materials which may have left the facility. This option would further require that all atreas of wetlands from which soils, slags or other materials would be removed, would be restored to their preuse conditions. (pre-use to be construed as meaning before said wastes were illegally, wrongfully or otherwise dumped and/or stored)

Option two-is a hybrid of number one above, which would see the radioactive stag herein known as the east stag pile disposed of at a licensed disposal facility. (Which according to the licensee would be the Envirogate facility in Utah.) All other aspects of option number one would be the same.

Option three-again, a hybrid of number one above, with the East Slag pile waste being treated as in number two above, and the contaminated (hazardous wastes) soil and stream sediments being shipped off site to a licensed hazardous waste disposal facility.

Option four-again a hybrid of number one above, with the off site wastes being deemed a separate issue not to be dealt with by Sheidallov, as said off site radioactive slag is actually the responsibility of another party in the form of Cyprus Foote Mineral.

Obtton five-Above Ground Assured Storage of all wastes according to assured storage technology as in number one option above, but with the assured storage buildings being constructed some place other than

on the property of the scenses of as to remove the materials of policyl of the wet must be provided the production and received policylectron of removing the materials from our counters to second-out plantace.

In form shappers a highest of the impose with the bast stag the wastern, he recovers and sent this indense a disposal facility index such that the calculations of contents to the recovers of the calculations.

Talkin seven again, a hybrid of five upone, except that the real stag pile and the naturation, waster in the Stag of conforminates say and thearn segments, waste that the stages to a ligensed disposal facility.

Little eight again is and of five above the with the "Tog pile and the happings wastes in the turn of stream relations wastes in the two into a lidense a disposal facility, while at the same time making the decipion that the off stellows and not be included in the on-site remediation pages for this stellows.

Option nine-same as five above, but time making the decision that the off site wastes should not be included to the on-site remediation process, for this site.

Above Ground Assured Storage as referred to in this perition for administrative action shall be interpreted to mean and above grante (above ground) storage facility (which provides for ease of inspection and repair) which has seen to if that the concrete buildings have protective cover which can easily be repaired or recoafted as the need arises. Additionally, since it is possible (as outlined in the companies own option for resale of materials) that future generations may wish to retrieve said materials, said building should be compartmentalized in such as fashion as to segregate the hazardoos wastes from the radioactive materials to allow for easy future retrieval of said materials later in the historical time line.

It is believed, that studies of this option and its various hybrids will show that such option provides a much higher degree of public safety, a greater protection of our environment, and over the long term period of 1000 years is highly competitive with the current preferred plan of insitu disposal of said materials. We therefore respectively petition the NRC to expand the scope of the DEIs to include the nine cotions as outlined above.

thus the petitioner closes his request, and prays that the Net grant all of the above petitions for role making, as well as the petition for administrative action to proaden the scope of the Dels.

respectfully a comity of the 2th day of January in the year of our Lord, 1997.

therward Bolimary

CONIGNATORIES

save Wills Creek Earthlink Barbara Bonham Diana Salisbury Sydamore Valley Group Jason Saaf