## NUCLEAR REGULATORY COMMISSION

IN THE MATTER OF:

COMMISSION MEETING

OPEN SESSION

POLICY SESSION 77-56

Place - Washington, D. C.

Date - Wednesday, 7 December 1977

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	12			Room 1130	
	13			1717 H Street NW Washington, D.C.	
	14			Wednesday, 7 December	: 197 <sup>.</sup>
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	16		Meeting in the above-	entitled matter was conv	zened
	17	at 9:45 a.	m., pursuant to notice	, JOSEPH HENDRIE, Chairm	nan,
	18	presiding.			
	19	PRESENT:			
	20		JOSEPH HENDRIE, CHAIR RICHARD KENNEDY, COMM		
	21		VICTOR GILINSKY, COMM PETER BRADFORD, COMMI	ISSIONER	
	22		H. Shapar	R. Mallory	
	23		L. V. Gossick J. Nelson	J. Kelley L. Slaggie	
	24		A. Kenneke	J. Murray K. Pedersen	
Ace-Facural Reporters	, Inc. 25	·	J. Yore J. Fouchard A. Rosenthal	B. Snyder S. Eilperin	
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## PROCEEDINGS

CHAIRMAN HENDRIE: Okay, since we are all gathered, why don't we come to order.

The Commission is meeting this morning to review its policy with regard to the use of cameras and such matters at Licensing Board hearings.

There is a basic discussion paper from Mr. Fouchard's office, and Mr. Yore and Mr. Rosenthal, whose interests are acutely affected by these considerations.

MR. SHAPER: I think Mr. Yore is the real party of interest.

CHAIRMAN HENDRIE: Well, since Mr. Rosenthal has to review everything Mr. Yore does, why --

MR.ROSENTHAL: Also, I don't think it is beyond the realm of possibility that a camera might show up at one of our Appellate proceedings, dull as they might be.

CHAIRMAN HENDRIE: True, true.

Okay, Joe, why don't you go ahead.

MR. FOUCHARD: Thank you, sir.

(Slide.)

I thought I would go through the basic paper very briefly. As all of you know, this is not an issue that is unique to the Nuclear Regulatory Commission. It is an issue which has, I guess, been around since two honorable professions of journalism and law have locked horns. I can't speak for the

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older of those two professions, but certainly from the standpoint of the journalistic profession, there isn't even unanimity with respect to camera coverage of trials.

I noticed a recent piece by Richard Salant,

President of CBS News in the New York Times in which he

indicated that he thinks his profession may be going at it the

wrong way. They have argued successfully, he says, in some

instances, that microphones and cameras be permitted at

court trials, but he notes that the complexities there are

rather enormous.

He does argue, however, that cameras should be permitted at appellate proceedings, and of course, the thrust of his comment was that cameras and broadcasts coverage should be permitted of important matters before the Supreme Court, namely the Bakke case.

So, as I say, there isn't even unanimity within the broadcast profession itself.

Basically, I think the issues itself are rather straightforward; can camera coverage be permitted of all licensing and appellate hearings without creating distractions which are unacceptable and without otherwise impinging on the licensing process.

The other side of the coin, it seems to me is; are the information needs of the public being served when television, which is certainly one of the principal news mediums in the

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world today -- Certainly the recent events in the Middle East would demonstrate that -- are not permitted to cover NRC hearings with their cameras.

(Slide.)

Our present policy is that cameras are prohibited during the period of time when the hearing is actually in The Licensing Boards, and I believe the Appeal Boards also have generally granted a few minutes of shooting time at the outset of the hearing right before it commences, and we also permit cameras in the hearing room before and after the hearings and during recesses.

Tape recorders are permitted to be used while the hearing is in session; and I think it is fair to say that there have been a minimal distractions at best, from that policy.

As the Commission knows this policy has been challenged on a number of occasions recently by news media in Seattle and Oklahoma City and Louisville, and also by the Radio-TV News Directions Association. In each of those instances we promised to take a fresh look at our policy.

(Slide.)

The AEC reviewed its policy on several occasions. On each occasion it remained with the policy which I have outlined for you.

In 1971 the Atomic Energy Commission asked the

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Administrative Conference to examine governmentwide, the possibility of using cameras in the Administrative Proceedings.

The Administrative Conference, by split vote, recommended that with certain restrictions, cameras be permitted in proceedings in which there was broad public interest.

Subsequent to that time the AEC again reviewed its policy and said, no, thank you.

Early in '75 --

COMMISSIONER KENNEDY: What was their reason?

MR. FOUCHARD: Their reasoning was pretty much along the lines that it would be too distractive, sir. And pretty much as I will get to in Alternative I, actually.

COMMISSIONER BRADFORD: Distractive to who, Joe?

MR. FOUCHARD: Distractive to the proceeding.

COMMISSIONER BRADFORD: You can't distract a

proceeding. Which individual would be distracted?

MR.FOUCHARD: Witnesses, board members.

CHAIRMAN HENDRIE: Reasonably distractive individuals

MR. FOUCHARD: Participants. That was the

reasoning.

COMMISSIONER BRADFORD: Was there actually -- I mean did people assert the witnesses would be -- would somehow lose concentration and be unable to testify?

MR.FOUCHARD: I think it was partially that,

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partially posturing, partially, you know -- I don't know that much --

COMMISSIONER BRADFORD: What kind of posturing?

It seems to me there are a lot of sort of generalized fears behind the policy that we need to take a hard look at them.

How much can a witness actually do by way of posturing in front of a Licensing Board?

MR. FOUCHARD: You are kind of putting me in a position of arguing against myself.

But in any event there was concern --

CHAIRMAN HENDRIE: Then you know the argument.

COMMISSIONER BRADFORD: I am not asking you to argue at all. I am just curious about the history of the logic.

MR.FOUCHARD: I think the logic was that the cameras would interfere with the testimony of the witnesses; that it would possibly lead to grandstanding or to playing to the cameras.

It also was a concernathat if we permitted lights, it would, after a certain period of time, getaawfully uncomfortable.

COMMISSIONER BRADFORD: Well lights are another matter.

MR. FOUCHARD: Yes, they are a separate matter entirely, it seems to me. That was the general, I think,

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gut feeling of the Commission at that time.

As Mr. Yore has indicated, only the FCC has adopted the Administrative Conference recommendation at the federal level. There is a considerable amount of activity at the state level. I think the Commerce Commission now permits cameras. This was after a hassle which was somewhat similar to our own, only on the state and local level.

There is a move afoot, of course, in the House of Representatives of the Congress to permit camera coverage. I think they actually --

COMMISSIONER KENNEDY: Of the actual sessions.
MR. FOUCHARD: Yes, sir.

COMMISSIONER KENNEDY: As contrasted with the Committee meetings, which are often --

MR. FOUCHARD: Yes, sir. I think it is up to the Committee chairman, as I understand it.

So the House is moving in this direction. I think the basic issue in the House, as I understand it, is who will operate the camera, possibly.

(Slide.)

The alternatives are pretty straightforward. One is to retain the present policy. It does maintain the decorum of the proceeding, eliminates the distractions, doesn't influence the behavior of the witness or the participants, and I think an important point also is that we frequently use

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federal courtrooms for our hearings, and this is the only alternative which is acceptable to the federal courts. Most judges just do not permit cameras, certainly in their courtrooms and some federal judges even go so far as to bar them from the court buildings without permission of the U.S. Marshall.

COMMISSIONER KENNEDY: Is that a general proposition?

That is, if a courtroom is empty, it can't be photographed?

MR.FOUCHARD: In many cases this is true, yes, sir.

MR. ROSENTHAL: The camera will not be permitted in the courtroom at all whether it is being used by the court itself, whether it is being used by another instrumentality such as an administrative agency, or whether it stands vacant.

Virtually universal policy is no television cameras in the actual courtrooms. And as Mr. Fouchard indicates, in some instances the courts have even applied that to other areas in the building.

COMMISSIONER BRADFORD: Who is going to be distracted in an empty courtroom by television cameras? What possibly justification is there for that course other than perhaps the judge's fear if they ever let the cameras in they will never get them out?

MR. ROSENTHAL: I think that is probably, in some instances, is the nose of the camel under the tent.

I suppose in other instances it is just a feeling that -- perhaps an unjustified feeling -- that it somehow

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Now of course I can't imagine why a television station would want to send cameras up to an empty courtroom anyway.

But as a practical matter you are talking about a courtroom which is in use either by the court itself or by a federal agency which has borrowed it. But, as to that, as far as I know there are no exceptions in the federal judicial system to the prohibition against cameras in the courtroom when it is in use.

MR.SHAPAR: Just another example of judicial tyranny. (Laughter.)

MR. FOUCHARD: Well I believe it varies from judge to judge. I have had cameras in federal courtrooms at Licensing Board hearings, but those were under our procedures before and after. So it varies from judge to judge is my experience.

But generally speaking, I think that is true.

MR. YORE: But not during the sessions.

COMMISSIONER KENNEDY: That is not a matter of the judge's concern, that is a matter of our own concern?

COMMISSIONER BRADFORD: That is the judge's concern.

COMMISSIONER KENNEDY: The judge would say you can have the thing before or after the hearing, but not during the hearing.

COMMISSIONER BRADFORD: And again obviously the judge's concern, because it isn't any proceeding of his, it is just --

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MR. YORE: That is going to be a precedent for him the next time he has a trial.

COMMISSIONER BRADFORD: So it is really just saying that it will look bad if we say yes and he says no:

COMMISSIONER KENNEDY: The next question is, is the use of federal courtrooms all that essential to us?

MR. YORE: Well, I think it is. I think if we didn't have the use of courtrooms, why the proceedings would be far less orderly and effective than they are today.

COMMISSIONER KENNEDY: Why?

MR. YORE: Because the atmosphere at a Holiday Inn or a motel, trying to run an adjudicatory proceeding, is just not conducive to a good --

COMMISSIONER KENNEDY: There are other kinds of good federal buildings.

MR. ROSENTHAL: Not adequate facilities.

I might say, Commissioner Kennedy, the Appeal Boards as a matter of inflexible, up to this point, policy, have utilized when they have heard argument outside of Bethesday where we, of course, use our own hearing rooms, utilize either federal or state courtrooms, and it is our strong feeling that this adds an essential element to the dignity of the proceedings and we would be very, very unhappy about being required because of a relaxation of the camera policy or some other reason, to resort to motels and --

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MR. YORE: Gymnasiums.

MR. ROSENTHAL: -- and gymnasiums and other types of facilities.

Also, I might say the federal courtroom gives us a measure of protection. I think we cannot get away from the fact that a number of our proceedings have been confronted with threats of disturbances.

If you are in a federal courthouse you have got resort, if necessary, to the Marshall service. And just the fact that the Marshall service is available frequently serves as a deterrent to attempts at disruption.

Now that is not the camera policy as such, but it certainly, it seems to me, is an element of this consideration in that if the Commission were to relax the camera policy, I would be hopeful that the Commission would make it clear that the first priority is the acceptability of the space even if it meant, in the particular instance, that because it was a federal courtroom, under local ground rules television coverage would not be permitted.

MR. SHAPAR: But hearings in the past have in fact been held in non-federal courtrooms.

MR. YORE: Where there is no courtroom available.

COMMISSIONER BRADFORD: How many times has anybody attempted to disrupt an NRC hearing?

MR. YORE: Quite often.

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COMMISSIONER BRADFORD: What form does a disruption

MR. YORE: Demonstrations. We have got one case which I would like to save until my presentation, if you don't mind. But, Columbia University, where a group of students came in and conducted -- said they were going to absolutely break up the hearing. This was in Manhattan in the Federal Courthouse, Customs Courthouse in New York City.

COMMISSIONER BRADFORD: And you are going to talk about that more during your presentation?

MR. YORE: Yes, I would like to.

MR. FOUCHARD: I think it is fair to say though, that that is more the exception than the rule.

MR. YORE: Well, Hartsville, Skagit, I can name quite a few.

COMMISSIONER BRADFORD: Except, a demonstration is one thing. How many of those have actually been undertaken with an intent to prevent the proceedings from going forward?

MR. YORE: That was the only one, I think. The others were just -- were so disorderly that they had to either recess the thing until things calmed down, or to ask the people to leave the room.

MR. FOUCHARD: Well, we have already discussed some of the cons with respect to TV News Industry. Their position is obviously Alternative I, and they have stated

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it to us on numerous occasions.

(Slide.)

Alternative II is to permit cameras on an unrestricted It certainly would open up news coverage; certainly would satisfy the TV and newspaper cameramen, and it is conceivable that it could provide some better understanding of the licensing procedures.

The cons are that it would be difficult, it seems to me, under conditions of lights, to carry out an orderly procedure. It would be uncomfortable and movement of cameras certainly would be a distraction to the proceedings, to the witnesses, to the boards.

It is conceivable the quality of decisionmaking could be impaired. And, of course, it is contrary to the rules of federal courts.

(Slide.)

Alternative III is --

COMMISSIONER KENNEDY: Can I ask about providing a better understanding of NRC licensing proceedings. How would that work?

My own impression of TV news is that it doesn't contribute too greatly to the understanding of much. looks at a typical TV news segment, it is less than a minute in duration.

Now, I'm not sure what that contributes to the

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general learning process. Could somebody explain that to me?

COMMISSIONER GILINSKY: Walter Cronkite won't like this.

(Laughter.)

COMMISSIONER KENNEDY: He has heard it before from people far more erudite than It.

MR. FOUCHARD: That's true.

(Laughter.)

COMMISSIONER GILINSKY: How do you know that's true? (Laughter.)

COMMISSIONER KENNEDY: I accept the compliment.

MR. FOUCHARD: If you are going to walk the plank, do it with your eyes open.

(Laughter.)

I think that the contribution to understanding the procedure basically involves knowledge on the part of more people; one that there is such a proceeding; two that there people can be heard; and three, their concerns are taken into account.

Now I cannot give you an informed judgment as to how much of that will occur. I think some. But basically, I think that is the answer to your question, sir.

COMMISSIONER KENNEDY: Is it argued ever that it would be better to have the TV news segment of a minute, at least carry 30 seconds of that minute, inside where in fact the

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proceeding itself is occurring as contrasted with outside where only a demonstration is occurring?

Is that an argument?

MR. FOUCHARD: See, that is what is occurring today, Mr. Kennedy, because they can't get into the hearing room.

COMMISSIONER KENNEDY: That will be helpful.

MR. FOUCHARD: Because they can't get into the hearing room, they are doing one-on-one interviews outside the hearing room with the various participants. This is not under the restrictions of the hearing rooms, so the individuals who are interviewed may have free range to say whatever they please. That is what is happening today.

COMMISSIONER KENNEDY: Which is probably not helpful in the context of better understanding of the hearing process.

MR.FOUCHARD: In my judgment, no.

COMMISSIONER KENNEDY: Okay. Thank you.

MR.FOUCHARD: The third alternative is to permit cameras, do not permit lighting, and to make them operate from fixed positions.

There is less possibility of distractions, would meet the needs of most TV stations. I emphasize most because the modern minicams which are being used here in Washington and most of the large cities may not be available in Dubuque; they may not be available in Long Island. The larger cities do have

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ce-Feeral Reporters, Inc. them and they can shoot without light.

They would prefer light. They would much prefer light in here. This is a poorly lit-room from the standpoint of television, for example. So a lot depends on your local lighting efficiency.

Again we get to the, might provide better understanding pro, which is, I guess, somewhat debatable.

COMMISSIONER KENNEDY: This would allow distractions.

MR. FOUCHARD: Yes, sir. The cons, some distractions are still possible. Witnesses would know that they are on camera.

There would be some small amount of noise from the cameras. The modern minicams are pretty quiet, but the old movie cameras, or television cameras stillsmakersome noise.

There is always the possibility that this would encourage demonstrations or tailored presentations. And it is contrary, of course, to the rules of federal courts.

COMMISSIONER KENNEDY: How would that work; encourage demonstrations and tailor presentations? How would you visualize that happening? What does it imply, what does it mean?

MR. FOUCHARD: I think it implies sir; that as we have seen, people who know they are on camera, frequently will take that opportunity to conduct themselves in less than an orderly way.

COMMISSIONER KENNEDY: Actors all.

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MR. FOUCHARD: Yes.

COMMISSIONER GILINSKY: Couldn't it work the other

way?

MR. FOUCHARD: It could work to the -- but probably

not.

COMMISSIONER GILINSKY: That's an interesting

view.

MR. FOUCHARD: Well, I have watched enough demonstrations on television, Mr. Gilinsky, to believe that human nature works in that direction.

(Slide.)

Alternative IV is to permit cameras for only the limited appearances with restrictions of Alternative III.

The limited appearances, of course, are not part of the evidentiary record. They would go partway in opening up the hearings. Again, some of the same pros and cons exist there.

For my part, the Office of Public Affairs, I would like to see us attempt a trial period, the televising of our hearings with the restrictions of Alternative III. This is with the proviso that obviously we not try to intrude on the policies of the federal courts, and we not permit a change in the camera policy to influence our selection of space for hearings.

(Slide.)

If we normally try for federal courtrooms, I think we

should continue to try for federal courtrooms.

My problem is, in Oklahoma City where we hold a hearing in a gymnasium, or in a Corps of Engineers auditorium. Hearings to many people outside of Washington means more public meeting than it does adjudicatory type hearing. We have certainly tried --

COMMISSIONER KENNEDY: That's its purpose isn't it?
MR. FOUCHARD: Public meeting?

COMMISSIONER KENNEDY: Yes.

MR.FOUCHARD: The hearing? No, sir, that is adjudicatory.

COMMISSIONER KENNEDY: Of course it is adjudicatory, but it is also public. The purpose of holding it in the country-side rather than in Bethesda is to get participation.

MR. FOUCHARD: Indeed. Right.

COMMISSIONER KENNEDY: And attendance.

MR. FOUCHARD: What I mean by that is, that the proceedings are conducted not as normal public meetings or town meetings are, but under restirctions of the rules of evidence.

COMMISSIONER KENNEDY: Simple, orderly procedure.

MR. FOUCHARD: Simple, orderly procedure.

Well, I would prefer to see us try for six months, where we use facilities that are not in the federal courts, and see if the distractions which we are concerned about are

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COMMISSIONER KENNEDY: Would you rule it out in the federal courts, if indeed the federal courts would make it possible to use it?

MR. FOUCHARD: No, sir, I would not.

COMMISSIONER KENNEDY: Would you rule out attempts to get the federal courts to let us use them?

MR. FOUCHARD: I believe it would be unwise for us to try to change the procedures of a local judge. I think rather than --

COMMISSIONER KENNEDY: Well one can always ask, can't they?

MR. FOUCHARD: Well yes, certainly.

COMMISSIONER BRADFORD: Well at the moment aren't we asking whether the cameras can come in before and after the hearings, or do we justaallow that on our own?

MR. FOUCHARD: We allow that on our own. Of course if the rules of the house are they are not permitted, why then we have to follow the rules of the court.

MR. ROSENTHAL: I think if we let the judge feel that we were pressuring him into relaxing or changing his policy to our benefit, the end result would be we would be denied the I think it would be very unwise to endeavor to persuade the particular district court to alter an established policy of that court for our benefit.

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il Reporters, Inc.  COMMISSIONER BRADFORD: Let me understand what the basis of this absolute -- well, I mean the taxpayers build these buildings, and taxpayers pay judges' salaries.

The judge didn't build this courtroom, he doesn't own this.

MR. ROSENTHAL: The judge does, as a practical matter, Mr. Bradford, own his courtroom. You may think, and correctly so, that the taxpayers' money is behind it, but my experience has been that within the confines of a particular federal courthouse, the chief judge, or a collegial group of judges are absolute dictators as to what goes on.

The General Services Administration of New York tried to alter some of the ground rules in Foley Square and were told by the District Court for the Southern District of New York, that the General Services Administration would be in jail if they pursued it.

So I think we can start with the proposition whether or not this is good, bad or indifferent, this is, in fact, life.

COMMISSIONER BRADFORD: Well what is the source of his authority?

MR. ROSENTHAL: Mr. Shapar would say judicial tyranny. I don't know what the source is.

MR. SHAPAR: I would.

MR. ROSENTHAL: It is the power of the judiciary, is

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what it comes down to.

COMMISSIONER GILINSKY: We seem to have uncovered something.

COMMISSIONER KENNEDY: I don't think uncovered it. --

MR. FOUCHARD: Well as I said at the outset --

MR. NELSON: May I add, I fully agree with what Allan is saying about the power of the United States District judges over their courts and the Court of Appeals as well. We all know what happened when people wanted the Fifth Circuit to move out of the Louisiana Fisheries and Wildlife building in the French Quarter and start holding hearings elsewhere. It took years before that ever happened, 10, 20 years.

And from the viewpoint of litigation, I would like to advise the Commission against any attempt to pressure any federal judge to allow --

(Laughter.)

MR. YORE: Hear, hear.

MR. NELSON: Part of what we get paid for is to do business with those judges, and I don't want to do business with them or have our people do business with them after they have gotten through with Joe or somebody leaning on them about their camera rules.

I would think that would be a most unwise course of action.

MR. FOUCHARD: My problem is at the Holiday Inn --

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COMMISSIONER GILINSKY: I don't want to be the one to persuade the judge either.

COMMISSIONER KENNEDY: This is less judicial

atmosphere than I had hoped for.

MR. SHAPAR: I would still submit that there is a difference between pressuring a court and asking in a well-modulated voice.

MR. ROSENTHAL: Well, the judge may conclude the request as being pressure. It all depends on the judge.

MR.FOUCHARD: Well, I think that this can also be turned around and used as a trial for the television industry. The television industry wants to come into hearings. Whether they can come in and do their business in an orderly fashion, I believe they need to demonstrate. And this would offer that opportunity.

COMMISSIONER BRADFORD: Of course there isn't any real doubt about that, is there? I mean in terms of the technology. They can set up the cameras pretty/unobtrusively.

The real question is what will then happen when the cameras are there. You can't really hold them responsible for the behavior of the spectators or witnesses.

MR. FOUCHARD: I agree with that. I think,
Mr. Bradford --

COMMISSIONER KENNEDY: Well just to a point that's true. One should never forget that the television news media

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stages a good deal of what one sees, arranges for indeed the right people to be appearing at the right time.

It is their business. I applaud them for doing it so well, but one should never assume what is going to happen is a wholly and totally unrehearsed operation. Never assume that.

COMMISSIONER GILINSKY: Are you saying that intervenors are going to be --

COMMISSIONER KENNEDY: I didn't use the word "intervenors" at any point in my comment, did I?

COMMISSIONER GILINSKY: Well anyone appearing at these hearings would be --

COMMISSIONER KENNEDY: I am saying the television news media can pick out who they please to film.

CHAIRMAN HENDRIE: It has already happened, Vic.

COMMISSIONER KENNEDY: And arrange some of the things they will say at the point they are being filmed. It has happened.

CHAIRMAN HENDRIE: It has happened without TV broadcasts. There have been hearings in which the whole tone of the proceeding suddenly goes through an abrupt change because the guy from the local newspaper has dropped in and it is his 15 minutes that afternoon at the proceedings to see what is going on, his deadline is half an hour later, and bang, all of a sudden people are on their feet shouting and

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carrying on in order to make the next morning's paper.

He leaves, plunk, everything changes again. So indeed, it does happen.

COMMISSIONER KENNEDY: But this is a fact that one has to deal with.

CHAIRMAN HENDRIE: It is a fact that has to be dealt with. I don't regard it a compelling circumstance here.

MR.NELSON: It is a fact that Joe apparently recognizes.

CHAIRMAN HENDRIE: There is a fair question of how much educational value and communication value there is in very short, what may be from at least -- bound to be from at least one or another of the parties to use, a prejudicially edited 15-second segment.

On the other hand, you could get precisely the same effects now from coverage outside the hearing room.

MR.FOUCHARD: Indeed, in the printed press also, sir. CHAIRMAN HENDRIE: That's right, the print journalists is free to come in, make his notes and go and say what he will.

So again, you know, one can't regard those considerations as compelling. They are simply circumstances to recognize.

Had you pretty well finished running through? have run out of alternatives?

> MR. FOUCHARD: Yes, I have run out of alternatives. CHAIRMAN HENDRIE: Let's eee. Jim, do you and Allan

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want to proceed? Both?

I assume you have your choice as the first.

MR. YORE: Since we are the ones that have to go out into the wastelands and grassroots and face the public, I guess I ought to go first.

COMMISSIONER KENNEDY: I hope there is a difference between he grassroots and the wastelands.

(Laughter.)

MR. YORE: Well anyhow, I think our paper indicates that we are opposed to any change in the present policy.

It has been the goal of the boards to try to have as effective and orderly proceedings as possible. And we don't feel that putting us on television is going to help attain that goal.

Now, the policy that we have today has been the policy of the Commission under nine -- under the leadership of nine chairmen. It has been a policy for 30 years.

Having been here for those years, I think I could spend all this morning recounting experiences which we think would have an impact -- this change would have an impact on our program. But I would like to have just a few minutes to describe to you this Columbia University proceeding which we mentioned previously.

This was a hearing at the Federal Courthouse, the Customs Courthouse in the Lower Manhattan, and it was on the

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application of the Columbia University for research reactors.

Now the first day of the hearing there were no cameras whatsoever. A large group of alleged college students came in at the beginning of the hearing and indicated that they were going to break up this hearing, conduct a demonstration. I say alleged students because they looked kind of old. I don't know what the age level at Columbia is, but it is too bad Peter isn't here he might -- well, furthermore, if they were college students, their vocabularies were very limited because all that they used were four-lettered words.

So the four-letter words were all over the place, and finally the demonstration was getting/to the point where we had to call the Marshalls.

The Marshalls came in and this is a big, distraction to a proceeding to have screaming males dragged out of the courtroom by the U.S. Marshall.

Well, the point of the story is this, and the reason I am bringing it out, because I think it brings out the attitude, reflects the attitude of the TV media.

The next day the cameras were all there.

COMMISSIONER GILINSKY: In your hearing room?

MR. YORE: Right outside, at the entrance.

The TV representatives indicated that they had heard there was a lot of action the day before and where is the action today?

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And we said, well, there isn't any action today, it was yesterday. And we asked them, do you want to interview the parties, representatives of the parties and find out what this is all about?

And they said, no, that won't be necessary. And they packed up their equipment, and disappointed, went off to get some other action in the Big Apple.

In other words, they were there for the demonstration, that type of activity. They weren't there to find out what the proceeding was all about and they left.

COMMISSIONER GILINSKY: What does that prove?

MR.YORE: I think that is typical of the attitude of the TV media.

COMMISSIONER GILINSKY: Wait a minute. I guess I don't follow that.

You had a demonstration when you didn't have any TV. So what does that prove about having TV?

MR.YORE: Well, I think if we did have -- we had the cameras in there, why there would be more demonstrations than there are today.

COMMISSIONER GILINSKY: Maybe.

MR. YORE: Could be, but this is our thought.

Now we feel that this proposal creates a forum for actors, because people when they are on camera, really -- human nature being what it is, it seems that they have a

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different attitude than they do when they are sitting in an orderly proceeding under normal circumstances. We see it on Candid Camera, we see it in sports spectacles where they pan the crowd and the people -- it is just a natural attitude, acting up before cameras.

COMMISSIONER GILINSKY: Some Congressional hearings are on camera. What do you think of that experience?

MR. YORE: Well, I think there is some of it there. But that is under very tight control, Congressional hearings.

COMMISSIONER BRADFORD: Was the demonstration in New York about the most serious one you have had?

MR. YORE: We had one at Hartsville where you had the union representatives who were in favor of the application. Then you had the environmentalists who were opposed to it.

And that one was outside the courtroom, and we had to call the local police to break that one up.

But the courtroom was so small that they couldn't get into it, so maybe that is one advantage of having a small facility.

COMMISSIONER BRADFORD: Small and secure.

COMMISSIONER KENNEDY: That would argue for holding all of your hearings in Bethesda. There wouldn't be any local demonstrators.

MR. YORE: Well, we feel the people have a right to know what is going on. They have -- if you are building a gas

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station you have a zoning hearing in Bethesda. It gives the people an opportunity to participate.

COMMISSIONER KENNEDY: But that also argues for as open a facility as possible.

MR. YORE: True.

But on the other hand, it is not an adjudicatory proceeding which ours is.

Now the survey which we conducted which we got the information we did get from the Administrative Conference, as Joe has pointed out, there is only one agency, and that is the Federal Communications Commission which is permitting cameras at their adjudicatory proceedings. And we feel that the FCC is not typical of the other agencies in this respect.

We feel when one considers the nuclear debate today and one only gets to look at what is going on in Seabrook, that the other agencies have less reason for following the rules of the federal court than does the NRC.

As far as the six-month business, we feel once you go down this road, why it is going to be extremely difficult to ever come back. You might as well feel that the decision has been made.

In brief, your goal has been to try to have as orderly and effective hearings. We don't think TV will help us in doing that, and therefore we recommend that we continue to follow the rules of the federal courts.

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MR. ROSENTHAL: Well I might say at the outset that I do not think that the fate of the Republic hinges upon the outcome of this particular issue.

> Having said that, it does seem to me --COMMISSIONER KENNEDY: That relieves me. (Laughter.)

MR. ROSENTHAL: -- on balance, that there is good reason to retain the present policy.

I would say in the first instance that I entertain the greatest skepticism that the informational needs of the public will be served to any extent by permitting televised coverage, and I say that for essentially the same reasons that were alluded to earlier by Commissioner Kennedy.

What we are talking of here is not gavel-to-gavel coverage or coverage of a significant segment of the proceedings What we are talking about in virtually all instances is a 30second, or perhaps 60-second segment on the evening news, and I would submit to you gentlemen that even making all allowances for the good faith and good judgment, if you will, of the TV producer who makes the determination as to what will be shown in that 30-second to 60-second segment, that it will scarcely provide the public with any real perspective regarding what is transpiring at that hearing.

Now, in terms of the public being informed that a hearing is going on, I can assure you that the newspapers in

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these areas, give quite extensive coverage to the proceeding.

And so I would think that any literate member of the public would be fully aware of the fact that there is a hearing without having to resort to the 30- or 60-second segment on the news.

So I say on that side of it, that there is no discernible public benefit.

And indeed, as I understand it, the requests for a relaxation of the camera policy are not coming from members of the public, persons who are unable to attend these hearings but have an interest in them and therefore would like to see television coverage of them. The requests, as I understand it, are coming exclusively from the news media, television and radio stations themselves.

Now I don't think it is an accident that on the federal side of the ledger, no court or federal agency, apart from the Federal Communications Commission --

COMMISSIONER KENNEDY: And the Congress.

MR. ROSENTHAL: Well, I was going to finish -- permits the televising of adjudicatory proceedings.

And I do submit that there is a distinction between the televising of an adjudicatory proceeding and the televising of a legislative-type hearing. The courts have recognized in many different contexts, that the rules that govern a legislative-type hearing and the rules that govern a judicial or a

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quasi-judicial type proceeding can well and should well be in some respects, different.

COMMISSIONER KENNEDY: Could you explain why, Allan?

MR. ROSENTHAL: Yes. Because in the context of an adjudicatory proceedings, the determinations are being made on that basis of a fixed record. These are determinations really of quite a different stripe than those --

MR. YORE: Almost like the difference between rulemaking.

MR. ROSENTHAL: Yes, they are not policy-type decisions. The strictures on the conduct of judicial proceedings for that reason have always been considerably tighter. But even if you allowed for the fact that there is an analogy, possible analogy between the legislative and the judicial proceeding, I, myself, have seen a few legislative proceedings on television and I think an enormous amount of posutring goes on.

Indeed, I would say without meaning to be disrespectful, that some of these proceedings that have been televised have had at least some of the aspects of a circus.

I think this is the kind of thing that we are trying to avoid.

Now, again the point I would want to stress is, if
I thought that there was really a significant public advantage
to be derived from televising these proceedings, I would say yes
we should assume the risks that go along with it and go ahead

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and do it. At least on a trial basis.

Not seeing any discernible public benefit, I do not perceive any good reason why we should assume these risks, and I think the risks are real ones.

Now I am not concerned about myself about people being disruptive in the normal sense. What I am concerned about is posturing, playing for the cameras. It certainly does go on. I have even seen in appellate proceedings, which provide many fewer opportunities for stage acting, if you will, lawyers turning it on and turning it off based upon the presence or absence of a representative of the news media. And that does not add to the proceeding. It does not add to the dignity of the proceeding, and I would submit that it is extremely important that the dignity of these proceedings be maintained. That is one of the reasons that we stress the use of a federal courthouse.

Some people might say it really doesn't make any difference whether you are in a federal courthouse or the Holiday Inn. There is an atmosphere, and it is an important atmosphere insofar as I am concerned.

I think it adds a great deal to the adjudicatory type proceeding. And I think what you open the door to here is posturing. And it is not simply on the part of witnesses. If anything, it is more likely to be on the part of lawyers.

And I will say in that connection I am not referring

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exclusively to intervenor lawyers. I am referring to lawyers on both sides of these controversies.

And it just seems to me that there is no reason why we should be, if you will, the pathfinder here; why we should be the agency that says the judgment that has been made by the federal courts, the judgment that has been made by other federal agencies, is a judgment that really does not recognize the public interest, and that we are going to arrive at a different concept of the public interest and go forward in this area.

For those reasons I would recommend that the present policy be retained. I would add simply only again, that if the policy is relaxed, I do hope that the Commission will make it clear that space is the first consideration, because I would really be extremely distressed if I were confronted with a situation where, when we went out into the field, or the Licensing Board went out into the field and there was a federal courtroom available, required to eschew the use of that federal courtroom simply because under the ground rules which we would have to observe, we couldn't use the space, and resort instead to what, from our standpoint would be clearly less desirable quarters.

MR.YORE: This happened in Portland where we were having the hearing in the Federal Courthouse, and of course, the television people couldn't come in and they said, well

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why don't you move, move from the courthouse and go someplace where we can televise.

Well, we didn't buy that one.

CHAIRMAN HENDRIE: Howard, do you want to add something from the side of one of the parties in these enterprises?

> MR. SHAPAR: I will be very brief on this.

The recommendation that was submitted in the paper by Joe Fouchard was to be tried on a six-month basis. I am not impressed with the slippery-slope argument, that we are inevitably committed to this new policy, if we change it for six months and can't back off. I think we can.

The one argument that convinces me more than any other is the possibility of distraction. I think we can find I think we can learn something in six months.

I would add one other thing. I think quite clearly this is the wave of the future. State courts are beginning to experiment with television, the British Parliament is doing it, the House of Representatives is thinking of it, the FCC has started it. There is no reason why the NRC has to be the last one on line. We don't necessarily have to be the first one either.

So, I would try it on a six-month basis. If there are distractions we can back off, and I think we can back off on the basis of demonstrated distractions.

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To the extent there is posturing, the judges know how to deal with posturing; they make their decisions on the record. This is nothing new. And there is posturing now in terms of the written press conference. So, there may be additional posturing.

If there are distractions at the end of six months, then we simply back off and we give as the reason the fact that the proceedings were being disrupted and the participants were distracted.

I would not be the last agency. FCC has gone first.

I would try it on a six-month basis.

COMMISSIONER KENNEDY: Can I ask, if we would do this follow the caveat which you believe, Al, to be important, that is if we are to do it, space availability comes first.

Is that not inevitably placing pressure on the federal judiciary? Because what it is saying to the public is, the NRC is fully prepared to allow television coverage with the media; it is the federal judiciary with whom you have your argument, not the NRC; if only they would let us do it we would.

Isn't that what they would say?

MR. ROSENTHAL: I had not thought about that.

Upon quick reflection I think that that is a valid point, and that is what I would add as another reason to the reasons I had previously assigned for not going this route.

I think that that possibility certainly does exist.

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CHAIRMAN HENDRIE: Jerry, would you comment?

MR. NELSON: You might be able to mitigate that by the wording of the policy.

If it is the kind of policy that says NRC is in favor of television cameras and points the finger at the judge, I would think that would be unfortunate.

If it is phrased in terms of the rules about camera coverage shall be the rules in effect by those who have superintendence of the building, something of that nature, it might be a little less direct.

We supported Joe's proposal on an experimental basis with the notion that if bad things happen, we can say bad things happened and we are therefore not going to continue it.

I would agree with Howard, that to do it for six months does not commit us to do it for eternity.

I would strongly urge that there be no attempt by gentle persuasion, pressure, or any form of communication, to change the opinion of a single member of the federal judiciary about what he or she wants to do in their respective courtrooms. With that qualification we would support an experimental program, worded, I hope, with a view to somewhat diminishing the problem that Commissioner Kennedy properly points out.

There is that risk which I don't think we thought about. But the more I think about it, the less I really worry about it. Judges know that TV men are banging on the doors

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trying to get in all the time and they would probably just take this as another opportunity by the industry to try to I don't think it is fair to blame the get things dhanged. NRC for following the rules of the land they are in. case they are in, say the United States District Court in the District of Massachusetts. It is not unreasonable to say that we live by the rules of the chief judge here, to Station WBZ, let's say.

COMMISSIONER KENNEDY: Could I ask if that is the case, A, and B, it is also the case that both Mr. Yore and Mr. Rosenthal indicate that by all odds wherever possible, that they would use such courtrooms, what is this policy?

It is a nonpolicy.

MR. NELSON: No, it is a policy that where they can't find one --

MR. SHAPAR: Well hearings have been conducted in places other than federal courts.

COMMISSIONER KENNEDY: How often?

MR. YORE: Quiteea few places where you can't find courtrooms. I'd say 50/50.

MR. ROSENTHAL: It probably will not affect the Appeal Panel to any great extent, because we have always been able to find a courtroom, and it has usually be a federal one.

COMMISSIONER BRADFORD: Courtrooms tend to be located Reporters, Inc. in population centers. I guess nuclear plants sometimes aren't.

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MR. YORE: This applies also to state courts, too, because we follow the rules of state courts as well.

MR.NELSON: If this produced pressure on the judiciary in any way, Joe, why couldn't we say that the experiment is a failure and terminate it?

Wouldn't that be one of the grounds?

COMMISSIONER KENNEDY: Failure would be on the part of the judiciary, this is my point.

MR. SHAPAR: Only if you start on loose cases. (Laughter.)

MR. NELSON: Well, it would be a failure as far as the judgement goes. That's a practical view.

COMMISSIONER BRADFORD: I think you might have some difficulty selling that one, Jerry.

MR. NELSON: I'm speaking seriously to the problem Mr. Kennedy raised, which I think is a very fair observation; that is that there might be an indirect kind of pressure brought by the network or the media upon the judges that would say look, this is your policy.

If we see that sort of thing developing, can't we get out from under?

MR. ROSENTHAL: You won't lose the case. What we will lose is the courtroom, and that is what is the concern of mine, that the judge is not going to decide cases, he is going to say, look, when I offer my courtroom to the NRC, what I get is a lot

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flak from the news media. And the simplest way out is just to tell the NRC we cannot make the courtroom available.

MR.YORE: Which they have done.

MR. ROSENTHAL: I mean these judges have total control over it. They don't have to offer us the courtroom.

MR. NELSON: You are dealing with individuals in every district, too, Mr. Kennedy. And they are not at all fungible to these purposes.

COMMISSIONER KENNEDY: I understand.

Of course if that were the case, and the policy were to have -- the policy could be applied in cases other than courtrooms, the fewer the courtrooms, the broader the application of the policy.

CHAIRMAN HENDRIE: Well that sort of tilt to the thing is just an inevitable situation.

It appears to me that a few things come through clearly, at least to me. One of them is that whatever decision the Commission might make in this matter, it seems to me that we ought to make very clear we support the boards and the Appeal Panel in their desire to have maximum use of federal, state courtroom facilities for a proceedings that are carried on outside of their own headquarters in Bethesda.

I agree that there is a considerably improved atmosphere to conduct the sort of proceedings that they have to conduct when the surroundings are in a court building. I

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think it is a valid consideration and I think we ought to support them strongly.

It does seem to me that we move towards a time in which the technology of television broadcast coverage begins to allow a comparable level of noninterference with the proceedings that presumably applies to print journalism. never contemplated that a meeting nominally open to the public, a print journalist couldn't sit in any part of the auditorium and make his notes and then go off. : And asathe technology, use of natural-hight cameras and so on improves so that the physical distractions to the process become reduced, then I think the distinction between television coverage and print journalism coverage diminishes and it becomes harder and harder to see it as a fundamentally different proposition.

Having floodlights, you know, and all of the people carrying the floods back and forth and traipsing all over seems to me an unendurable circumstance for the general practice of licensing hearings, and I would not support that.

It does seem to me that fixed locations, naturallight cameras are not an unreasonable proposition.

Let me see if I can locate a Commission consensus. Maybe I am incorrect in sensing one, but let me see if I can find one along a viewpoint, and then sort of creep up and see where we are on an overall decision.

First, would you agree with me that we ought to

protect in whatever policy we go forward with, the boards' and the Appeal Boards' access to and use of federal and state courtrooms?

COMMISSIONER GILINSKY: What does that mean?

CHAIRMAN HENDRIE: It just means that in whatever policy we adopted we would make clear that the adoption of that policy was by no manner or means intended to deny use of these facilities to the board.

In particular, I have in mind that if you say I would like to try some camera access for a while, I don't want the boards to be pressured to move out of the courtrooms because those at least in the federal system by and large they can't use the cameras.

I think that pressure is bound to be exerted from the people on the TV industry side who are interested in the coverage, and I think the Commission would need by explicit statement to provide protection to the boards against that pressure. I think they would be unable to stand very successfully against it on their own without explicit Commission support.

So what I have in mind would be an explicit statement by the Commission on the question of whether or not camera coverage is permitted in a given courtroom or facility, is not a consideration for the boards to take into account in deciding --

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COMMISSIONER GILINSKY: Well certainly not during this six-month period. It was only a trial anyway.

CHAIRMAN HENDRIE: Yes.

COMMISSIONER BRADFORD: I think I'm inclined in a different direction.

Yes, federal, state courtrooms are good places to hold hearings. I spent five years presiding over hearings in gymnasiums, Holiday Inns, law school auditoriums, civic centers within the very limited state of Maine, in which civic demonstration is not as normal a means of demonstration as it is in some parts of the country. And we didn't have much trouble with it.

Now those places are not as good places to hold hearings. But there are grades of difference. That is, an auditorium is not a bad place to hold a hearing. A basketball gymnasium leaves a little bit to be desired, but even that isn't impossible.

MR.YORE: Especially when there is a game going on. (Laughter.)

COMMISSIONER BRADFORD: My feeling is, first of all, that the experiment is a good one.

But secondly, that to the extent that one does feel that whatever increased public access television coverage affords is desirable, that rather than to encourage the boards to avoid it, what we ought to say is that some kind of good

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faith effort ought to be made to find a good facility to which access was possible. Or, at the very least, that if we are going to stay in the federal and state courtrooms, that I guess as Howard put it, in the lightest possible and most deferential possible way, the judges at least be asked whether they opposed camera coverage in proceedings that are not court proceedings.

I just think that to say that we are going to open it, but that we are going to abide without even raising , the questions, by the rules of the local courts, in many cases will result in noncoverage.

CHAIRMAN HENDRIE: Okay, so you -- that thrust is somewhat different from the one that I would have proposed both extended, and as a somewhat different direction.

So I will countyyou as not part of my consensus.

COMMISSIONER GILINSKY: Let me understand --

COMMISSIONER KENNEDY: You may count me with Peter.

This is precisely the view that I was expressing earlier. I think it would be a nonpolicy in effect to say on the one hand we want the widest possible use, but we certainly want no effort made which would in any way inhibit the use of federal and state courtrooms. On the other hand say, and we will abide by whatever existing rules there are without even questioning, when as Howard rightly suggests, certainly we could go in a deferential way and inquire.

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If we haven't done that, it seems to me we haven't tried to implement a policy at all.

MR. YORE: I think we have inquired, Commissioner Kennedy, whether cameras can be used before and after, and during recess time in federal courts. We have done that.

COMMISSIONER GILINSKY: Let me ask you this. What fraction of the hearings right now is taking place in federal courtrooms?

MR.YORE: Federal and state courtrooms. I would say at least 50 percent.

But to break it down between federal and state, I would have to check.

COMMISSIONR GILINSKY: But some of the states allow it?
MR.YORE: Some do, some don't.

COMMISSIONER GILINSKY: So you are really talking about the federal courts.

MR.YORE: Quite a few state courts do not, though; do not permit cameras.

COMMISSIONER GILINSKY: So perhaps a third of the hearings would be in places where cameras are off limits?

MR.YORE: I would say --

COMMISSIONER GILINSKY: So, by going forward with an experiment, basically, we would be capturing two-thirds of the hearings, which seems like a reasonable experiment for six months. We would just see.

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CHAIRMAN HENDRIE: Okay. I think I see where we stand on the courtroom question.

Now let me see if I can get a stronger agreement with regard to the fixed-position, natural-light requirement.

COMMISSIONER BRADFORD: I have no difficulty with that.

> CHAIRMAN HENDRIE: Victor?

COMMISSIONER KENNEDY: I agree.

CHAIRMAN HENDRIE: I think that one, at least, is clearcut.

Particularly in view of Vic's note that you capture a fair part of the hearing market for potential coverage, do you feel it necessary if we talk about a trial program -- : 1 othed words, "the seeking out of facilities where coverage would be possible"?

COMMISSIONER BRADFORD: Let me put that this way: I would certainly prefer to do the trial program that simply if we could not agree on this question, not to do it at all.

I would think we would want, though, at least to say that in cases where the hearing would be held in the courts, the question should be raised with the presiding judges, obviously, tactfully.

COMMISSIONER KENNEDY: And with the full understanding that whatever his judgment was, we would accept.

COMMISSIONER BRADFORD: My own preference would be

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also for a requirement that a good-faith effort be made to secure a facility in which coverage were possible, and yet at the same time that offered the advantages of a courtroom in terms of something approximating similar decorum.

At least in some areas, for example, law schools have facilities of that sort they might make available. Or maybe you want to stay off university campuses after your experience, Joe.

But there are other public facilities.

I suppose that is not absolutely essential, at least during an experimental period. I think I would turn to it if it turns out that in most areas the coverage had not generated serious problems.

CHAIRMAN HENDRIE: I prefer to leave -- if you can stand it -- I would prefer to leave it out in considering a trial period.

COMMISSIONER BRADFORD: Leaving out even requests to the judges?

CHAIRMAN HENDRIE: No. I think if Jerry thinks we can keep from beginning to lose cases if the query is put in a tactful --

MR. NELSON: If you mean that in every case someone from the United States Nuclear Regulatory Commission is supposed to go to the chief judge or the respective district court, or the chief judge of the court of appeals and say,

judge, won't you let the TV cameras in, in as diplomatic and as gentle and as appealing a way as possible, I would advise against that policy.

You are free to ignore that advice, if you wish.

It seems to me that the stakes of this agency with the federal judiciary are very high, and arguably more important than television cameras.

There are judges in this land who hold grudges, who will remember that, who don't like the media, who get misquoted all the time. There are other judges who will sit there rationally and calmly and discuss the matter with you.

At the very least, give the people enough discretion to stay away from "old Judge So and So" if they know that this is going to send him up the wall.

Can't we do that?

Can't it be a case-by-case judgment?

MR. FOUCHARD: If you will give him the list, Jerry. (Laughter.)

MR. ROSENTHAL: I think the other thing you ought to bear in mind, is that these policies with respect to the use of television cameras in particular courtrooms, these in many instances -- I would say in most instances -- are not ones that any single judge is empowered to put forth --

MR.NELSON: They would be in judicial conference.

MR. ROSENTHAL: -- or to hold back in the particular

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I think it is really fair to say that to go through the motions, I, as Jerry, would strongly counsel against it. But we could go through the motions of politely asking the judge to change his policy for our benefit, or for the benefit of our relaxed camera policy. I think you ought to recognize, however, that the likelihood that a policy would be relaxed for our benefit in any particular court is extraordinarily remote. So what we are really talking about is, we are either allowed to use these federal courthouses, and if we do use them there is no television; or -- and I would be horrified if it came to this -- we will be put under some obligation to forego the courthouse.

I just don't think that these requests in the real world are going to get you anywhere. These are ingrained policies, they are uniform, basically uniform federal policies and the judges are not going to open the door to us simply because we have chosen to be a pathfinder again in this area. That is the real world, and I think you ought to face this question in that light.

Would you disagree with me?

MR.NELSON: I agree with everything you say.

I agree 100 percent, too, because I MR. YORE: think the judges out there are doing us a favor in letting us use their courtrooms. If we change their whole system, they are

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going to be mighty mad.

COMMISSIONER BRADFORD: But they are only doing us a favor within what may be the real world. But it is within the preposterous proposition that they, paid by the taxpayers, control facilities built by the taxpayers. This isn't General Motors' boardroom that they built and they own, these are public facilities. And if they aren't using them they ought to be available to other public agencies.

MR. NELSON: That is good theory.

(Laughter.)

MR. FOUCHARD: May I suggest a possible compromise here.

If it is determined first that a hearing should be located in a federal court for various and sundry reasons, then it seems to me that after that determination is made, we should go to the judge or to his clerk and say, do you have any objection to -- and if the judge says yes, that finalizes the matter as far as I am concerned.

I think it is fair to say that the judges, federal judges included, have permitted cameras into our hearings. I have had them there.

MR. YORE: No, not in the hearing itself.

MR. FOUCHARD: In the hearing room. Right.

So cameras have been in federal courtrooms in the United States, where they would not permit similar camera

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, inc.  coverage in their own proceedings. I mean I have had them there, I know they are there.

COMMISSIONER GILINSKY: Suppose we go forward on an experimental basis. We may decide at the end of six months that it is really a good idea to have cameras there, it is pretty valuable and more important than being in a federal courthouse.

Or, we may decide that they are disruptive or whatever, and we don't want them at all and it would be just a problem.

And I don't know that we need to face all these issues.

CHAIRMAN HENDRIE: I must say my own position on the thing swings on whether or not we end up forcing the boards out of these facilities. And if that is the price to pay for it, then I am going to vote against allowing camera coverage.

COMMISSIONER GILINSKY: But you may change your mind in six months.

CHAIRMAN HENDRIE: I agree with that. True

COMMISSIONER KENNEDY: I don't see how asking the clerk or the judge whether he would permit them, and then abiding by whatever his answer is, forces us out of the courtroom. I just can't conceive of this.

CHAIRMAN HENDRIE: Well it seems to me that if you have some occasion to go to town, and there is a federal courthouse,

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and you go there and it is the first time you are there, and you ask the clerk, presumably -- you don't deal with the judge but with his staff -- whether the policy would allow --

MR. NELSON: It all depends, Mr. Chairman. You can't make these general, sweeping statements about these individuals. You will get some that say; "They want to talk about cameras, send them up. Let me see them. Come on in, Mr. Nelson, let's discuss cameras. Who do you represent?"

CHAIRMAN HENDRIE: The Nuclear who?

(Laughter.)

MR. NELSON: "I'll tell you about cameras. Let me tell you the last time. .." And the guy has got you pinned to the wall.

And if you want that stuff going on and you want to run that risk, all right.

What I am trying to suggest is what the agency does --

COMMISSIONER KENNEDY: What is wrong with that?

MR.NELSON: What is wrong with that? Nothing is wrong with it --

COMMISSIONER KENNEDY: Is it that you don't wish to be lectured a bit by the judge?

After all, we sit here getting lectures from you regularly.

CHAIRMAN HENDRIE: He is worried about constructing

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an image in the federal judiciary that this agency is apt to open their courtrooms one way or another, and whatever trace prejudicial effect that has in some cases --

COMMISSIONER KENNEDY: I have greater faith in the people who we will be proposing to be asking this question of, than to suspect that the results of asking the question would be, the judge would conclude that we were out to bust his courtroom. I don't think that is what our people would propose at all.

MR. NELSON: There are two comments floating about, and I would like to respond to both of them.

The first seems to deal with the matter of being lectured to by federal judges. There is nothing wrong with that, Commissioner. It has happened to me for over 17 1/2 years of federal service --

COMMISSIONER KENNEDY: That is why I was surprised.

MR. NELSON: -- ranging from criminal cases arguing for the death penalty, to motor carrier railroad orders, licensing orders of the Atomic Energy Commission, labor disputes, environmental cases and litigation up and down the line in the Circuits and in the District Courts.

I have taken plenty from the judges through the years, and God willing, I hope to be around for many more years to take it.

What is wrong about it is this: We have had a case

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pending in the Southern District of New York, sir, that raises very important questions of preemption of the state's role in regulating radiological health and safety which we contend is our role, not the state's role.

judge about some camera policy and see him two or three months later and try to argue a case in front of him, we have set in motion a chain of events which may not be too helpful to the advocacy on behalf of the United States Nuclear Regulatory Commission.

COMMISSIONER KENNEDY: And you are carrying advocacy to its extreme, extremely well, I would add.

The point is, and I keep coming back to this, I am not suggesting anybody go in and hand wrestle a judge for the use of his courtroom. I am asking only that we, in the proper and deferential way, go to the judge or whever it is, in his court is the person to go to and say, A, we would like to use this court for this proceeding that we have coming up, it is an adjudicatory proceeding of the agency; and, B, if it were possible to do so, we would like to have camera coverage of the proceedings.

The guy says, you can use the courts, but over my dead body will anybody bring a camera in here; I would conclude the conversation has ended, except to say, thank you very much, we really appreciate the use of your courtroom and we obviously

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will abide by the rules that you set for it.

COMMISSIONER GILINSKY: This was Commissioner Kennedy's idea, anway.

(Laughter.)

COMMISSIONER BRADFORD: I think that is a very fair statement of my own views of the matter.

COMMISSIONER KENNEDY: I can't conceive of what is wrong with approaching him that way.

If that is going to decide cases for us, I submit that we are in a lot deeper trouble than I think.

COMMISSIONER: BRADFORD: The only context we can put it in perhaps is our own. If people came to us and said, can we put television cameras, can we borrow your conference room and put television cameras in, we might well say no, but I don't think that the next time they came before us as advocates that we might --

MR. ROSENTHAL: You might not give them your hearing room again, however if the news media then got on the phone with you and said, here is this agency, is using your hearing room, and they are perfectly prepared to have the proceedings televised, but you are blocking it.

I think that rather than go through that hassle again, the next time around you would deny them the facility.

COMMISSIONER KENNEDY: Al, if that is the problem, then I think that is what we need to discuss here. That is

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precisely the question I raised before, is the results of what we might do.

MR. ROSENTHAL: I think that is a possible result.

And I again get back to the fact -- I think what really is at the bottom of all of this are two considerations: How important you regard television in terms of informing the public; and how, on the other side of this, how important you regard our having access to courtrooms.

Now you may have just a different perception than we do, but I think that our use of federal courtrooms will be jeopardized by this policy.

You may not think it is important that we use courtrooms. I think it is extremely important, Mr. Yore thinks it is extremely important.

On the other hand, as I said at the outset, I don't see that the public's needs, informational needs, are going to be fulfilled by television.

So I would come down on a different balance than you are coming down with. But I just hope that you appreciate the fact that you go this route even on a trial basis, you are putting into jeopardy our use of courtrooms. Now if that isn't a matter of importance to you, well, we will live with what you decide. But it is a matter of importance to us.

CHAIRMAN HENDRIE: Okay.

Now this session has run 32 minutes overtime. I do

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not perceive in the Commission a sufficient proximity to any sort of consensus position that I could hope to move us toward in the next minute or two.

I therefore declare this session --

MR.YORE: Mr. Chairman, could I have just one statement please?

CHAIRMAN HENDRIE: I would prefer it to move. I have two urgent matters to get to, Jim.

MR.YORE: Well, if you go ahead with this, we hope that Joe will help us with manning the cameras at the hearings and havea representatives there.

We are also short on blue shirts. We don't have any of the attire to be appearing before cameras.

CHAIRMAN HENDRIE: We will discuss procedural assistance next. I suppose you can file a claim under that.

(Laughter.)

MR.YORE: We hope that Joe helps us out.

MR. FOUCHARD: Happy to. Always have been.

CHAIRMAN HENDRIE: I would like to move the

Commission immediately to discussion of the next subject.

This concerns the procedural costs that participants have in

Commission proceedings, and is brought to us with some urgency

in the sense that we need to decide whether or not the

Commission is going to offer some procedural assistance,

transcript making and service and the like to participants in

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the S-3 hearing.

This is moving forward, if we are going to do anything for people in the S-3 hearing, we need to make that decision and get it done and underway. And if we are not, it probably would be helpful to the parties to have that clear so that they don't move ahead and engage in the enterprise if they feel they really can't afford it without assistance.

There is, at the same time beforetthe Commission, a paper dealing with the general question of procedural assistance to parties at proceedings in all Commission proceedings.

It has been requested that we have at lest a summary briefing, and in view of the time it will have to be a summary briefing on that general proposition to provide a context for the Commission's decision on assistance to the S-3 participants.

I must warn you that there is yet one more matter on the Commission's agenda this morning, and that I intend to turn to that matter at whatever stage this discussion is in at a quarter of twelve. I would hope we could decide one way or another with regard to the S-3 help before we get to the time deadline. Otherwise we will adjourn for that.

Now, do we have someone who would like to talk to us about the general proposition?

Jim, I guess in a pretty summary fashion, let's then try to put S-3 into place, a specific proposal against that background, and see where we come out.

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Reporters, Inc.  MR. KELLEY: I will try to summarize briefly the thrust of what we had to say in our paper last summer. It is a matter of talking about different kinds of assistance and then deciding, given those different kinds of assistance, who do you render it to; everybody, or some smaller group.

And we addressed four kinds in that paper. One is the matter of in-house copies of filings. Our current rule requires everybody to file and original and 20, 20 total. When you come in with a motion, there are 20 copies, under the rule. And there are costs of reproduction associated with that.

And so the possibility of assistance here is just to say file an original and two, and we will run our machine and make copies. This is for internal distribution, essentially.

The second category is transcripts in hearings.

Now again it can be a rulemaking, it can be adjudication. The thrust of our earlier paper was towards adjudication. And the transcripts are most useful, I think, in adjudicatory context because you have an ongoing hearing day after day and participants, it is helpful to them to have a transcript before the next day starts so that they can review the testimony and prepare questions and staff out the case.

So the idea there was the possibility of free transcripts to participants.

And then the third category was the matter of service

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Here you are talking essentially mailing costs and the actual process of stuffing envelopes and whatever else associated with that.

And here the idea would be that the parties would send their filing to us and the secretary here would Xerox and mail to everyone on the service list.

There there is a separate problem that is a serious problem. You build in some delay. And the reason is because you use the mails twice.

Now there is a fourth category we didn't make a recommendation on. It is not an urgent, immediate problem, and that is the idea of consideration of free security clearances, which run about \$1000 apiece, to people who want to litigate an issue involving classified information.

We did not make a recommendation on that for various reasons set forth in the paper.

In terms of costs, the Secretariat did do a survey of cases in 1976 and came up with what is conceivably some rough estimates, but I think they are adequate ballpark estimates. The numbers in our paper assume that the assistance we are talking about would go to everybody, not just needy people, however you are going to define needy.

Talking about the category assistance to everybody, the reduction from 22 is a part of a larger figure which is the service number. Roughly, maybe this would run \$75,000 a

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year to Xerox these filings and make the other 18 or 20, whatever we need, internally.

The free transcript proposal -- and this is a free copy to every party to the various proceedings, is in the neighborhood of \$250,000 a year.

And the service proposal -- this is serving every-body's papers, is in the neighborhood of \$150,000 a year.

So you are talking, if you went with all three, you are around possibly, a little under half a million dollars a year.

Now there are various fine cuts one can make, but the biggest cut would be if you decided on some definition of need, to only give it to people who are determined to be in need of this. The idea being that their participation would somewhat be impaired if you didn't give it to them.

And again, very roughly, I think you can cut those nubmers about in half if you talk about giving it only to the needy as opposed to everybody. In a licensing case, I don't see how a utility that has to show financial qualifications can, at the same time, plead lack of funds to buy a transcript.

There are certain other participants in an antitrust case, and I think participants that can probably afford it.

Interested states could afford it.

What you are talking about are intervenor groups.

COMMISSIONER KENNEDY: Interesting, we had some

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states that claimed they couldn't.

COMMISSIONER BRADFORD: That is really a decision of priorities, though. The Attorney General's Office wants to spend the money somewheres else.

COMMISSIONER KENNEDY: So it is in most cases.

MR. KELLEY: In the need area, very brief, I'm trying to hold the time down -- I think what you have to realize if you establish a need test, there has to be some consideration of, are you going to litigate and argue about this, or just take the person's word for it?

Our original suggestion was, it really didn't get to that because we recommended giving it to everybody.

In the S-3 paper that comes after that, our office leans towards a rather simplified showing of need, and that would contemplate really that you are not going to argue about this. Somebody comes in and says that they need it, it is a practical matter they are going to get it, subject to some sort of control of abuse power of the board.

But that is the way we were leaning in that regard.

Those are, I think, the highlights of what we had to say. We did recommend, our office did recommend in favor of cutting the copies from 20 to 2, providing free transcripts with the subsequent suggestion possibly a cutback to the certification of need people rather than everybody.

And the sticky problem of delay in adjudication, we

said in the first paper, we said we would look into this some more because it seemed to us there may be some big bulky papers that could cut down on costs, we could serve them, but not everything. And that way your delay factor would not be very significant.

We have done some looking into that.

Rich, what kind of paper do you think we might serve without causing delay?

MR.MALLORY: The ones we ought to serve would be bulky papers where our service would help people, but papers that aren't filed very often so that there wouldn't be -- we wouldn't be delaying the procedure very often.

of law, which are filed once at the end; motions and answers on summary disposition which usually aren't filed at all, but are very bulky when they are, would be the kind of things that could be served without delay, and a large number of papers of record.

It seems that testimony, which is filed several

MR. KELLEY: So we haven't finished looking at this, we are in the process.

If we find on the basis of a study of some dockets, that you could serve half the papers without any delay, it seems to us that would be worth doing.

If that review suggests that you are going to build in delay, except for a few papers, then maybe it isn't worth

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24 Reporters, Inc. doing and we still have to individual --

MR. SHAPAR: We dug up a few facts on this that we can give you briefly in a few seconds.

Jim Murray did the work.

MR. MURRAY: Well I think it is of interest in the S-3 proceeding that we have been through thus far, if you assume three extra days which is kind of optimistic for mailing, you would have three extra days for the secretary to have to mail them as well as receive the papers.

You would have one day for the secretary to reproduce and mail the papers, and I regard this very optimistic since some of the filings run into hundreds of papges. And I think if you do file papers for people they will be less inhibited in the length of their papers.

So you would have four days added to every service deadline. Thus, in the S-3 proceeding thus far, over two weeks of additional time would be taken because there is a deadline for submitting testimony, a deadline for proposed questions, a deadline for pobjections and a deadline for answers to questions, a total of 16 days which, depending on how seriously you view the time constraints, is involved.

This wasn't mentioned in the paper's before you on the S-3.

MR. KELLEY: This may shift us up to S-3. I sort of tried to summarize briefly what we had to say. Now Jim has

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got some numbers on S-3, if you want to shift to that.

CHAIRMAN HENDRIE: Why don't you go ahead with that.

MR.SHAPAR: These numbers, I think, would be typical of any proceeding, the time delay, which is the only point we had to bring up.

CHAIRMAN HENDRIE: Now, with regard to the S-3, let's talk about that one.

MR. KELLEY: Leo had the lead on that paper.

Do you want to summarize the situation with S-3 and what you are recommending?

MR. SLAGGIE: Well, the rulemaking is a bit different from the adjudicatory procedures in some important ways.

There are many more participants. Generally we have something like 34 participants in the S-3 rulemaking, so the service burden of course can be substantial for those who have to send out these papers.

Also, the participants tend to be scattered around the country rather than localized as they might be with a specific installation that you are considering.

So this has an effect on the need for transcripts, for example.

With regard to a service delay that you have just mentioned, because there are so many participants in a rulemaking we have not advocated for S-3, that everybody be given this free service; only those that would come in and certify

need.

We believe there would be no more than ten of the participants that would come in and sign an affidavit to the effect that they need service and free transcripts.

Under these circumstances, not all of the filings will be delayed by the need for mailings, only those from say the ten people in the free service.

Because of this, I don't think it would be necessary to allow quite so much time between filings to allow for this extra delay. For example, at the beginning of a filing period, presumably the majority of the participants who would not be receiving free service would send all their material out to everybody and you would be getting that to respond to right at the start of the filing period, so you have got something to work on, in short, for the three days while you are waiting to hear, get the filings from people who are getting free service requirement.

Also at this stage in S-3, I believe Jim, we are down to how many more filings?

MR. MURRAY: I think we have got two more.

MR. SLAGGIE: Two more filings. Okay.

COMMISSIONER KENNEDY: Would the 16 days be on each of those filings?

MR. MURRAY: Four days.

MR. SLAGGIE: So I don't think at this stage any

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Reporters, Inc. delays would be associated with the service would be significant.

Also, as far as making a distinction between who is needy and who isn't, it is probably more important in a rulemaking where you have so many participants, rather than give three service out to 34 people, you could give them out to 9 or 10.

As far as the need for free transcripts, I would agree with Jim that the need for transcript is probably most acute in an adjudicatory procedure where you have an ongoing cross-examination and you want to see exactly what somebody said yesterday so you can ask them a question today.

Now we are not doing that in S-3, so there will be questions by the Hearing Board, but if there is going to be cross-examination, which the Commission hasn't yet decided, it would be in a subsequent hearing later. However, I believe it is still open for participants to make suggestions to the Hearing Board for questions to be asked while the proceeding is going on. The Hearing Board hasn't yet set up a specific mechanism, but the kind of thing that I would anticipate would be that the Board, at the conclusion of a say, would say, if you have any questions to suggest that you want the Board to ask on what you heard today, suggest them now and maybe we will ask them tomorrow.

Now, in order to keep up with something like that

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it is certainly helpful to have a transcript in hand.

It is also true that the informal methods used in an adjudicatory hearing where, I believe the Staff has an extra transcript that can be shared out, is not going to work nearly so well when you have 9 or 10 people who, presumably, will need transcripts, that don't have them and are somehow trying to share one or two transcripts that may be around. So here I think you kind of have a cancellation, the need for the transcript is not quite so acute because you are not crossexamining right then. On the other hand, it is much harder to get your hands one one because there are more people who are trying to share the limited number of extra transcripts available.

And finally, as far as the specific S-3 proceeding goes, the Courts have stressed the need for ventilation of all the issues. The persons who are most likely to ventilate the issues in a way that would oppose what the Commission has done in the past on this, would be the persons who are requesting assistance. And I think it puts the Commission in a better light to be giving these people the maximum opportunity to participate.

It seems that the availability of free transcripts and assistance with service would further that aim in the S-3 proceeding.

MR. MURRAY: Just a couple of points.

In the first place, there is no mechanism for

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questioning after a day's proceedings that I am aware of.

And in view of the guidelines laid down by the Commission for this proceeding, personally I would object to it, if that would be all right.

Number two, when we provide free service for a single participant in a proceeding, however many there are, that is going to delay it a minimum of four days for every filing period, unless, of course, you throw away the simultaneous filing requirement, which gives somebody an advantage.

CHAIRMAN HENDRIE: What is the simultaneous filing agreement?

MR. MURRAY: When a deadline for filing something occurs, everybody has to meet that deadline, unless good cause is shown for not doing so.

This way one party would file it with the secretary and nobody would get his papers -- anybody else would get his papers for four more days. So he wouldn't have the benefit of whatever itswas he was filing for an extra four days. And an opportunity to respond would be reduced by that period.

CHAIRMAN HENDRIE: Well I think you end up having to build in allowance for that.--

MR. MURRAY: Yes.

CHAIRMAN HENDRIE: -- serving time.

MR. MURRAY: If you can tolerate, as an example, in the S-3 proceeding, 16 additional days to where we are now, we

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1nc.  just all filed our responses to questions, there is no problem.

It is a question of timing, I just wanted to point out, because it didn't seem adequately ventilated that there was a significant -- depending on how you look at it -- time penalty with this approach. It may be worthwhile.

MR. SLAGGIE: In S-3 where we have only a limited number of filings remaining for this specific procedure, these would be --

MR. MURRAY: Limited number of filings. It has been my experience that of all of the rulemakings on record that we have had thus far, that filings occur weekly; people file motions and motions need to be responded to.

So I don't have any sanguine hope that we would be able to avoid, say 20 for 30 more filings before the proceeding is over.

MR. NELSON: Is the 20 copies rule in effect in that proceeding, Jim?

MR.MURRAY: I don't believe so.

It is certainly not the adjudicatory rule on 20 copies does not apply here. But everybody has to serve everybody else, and when there are some 35 or so participants, you have got to make 35 copies.

MR.SHAPAR: Of course this whole discussion has been about the legislative phase of S-3.

The Commission has held up the possibility of moving,

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possibly, into an adjudicatory phase. I would assume that whatever rule is urged with respect to the adjudicatory phase -for the legislative phase, -- would apply just as well for the adjudicatory phase. But this factor needs to be considered in that context as well.

COMMISSIONER KENNEDY: Could I ask, Jim, if you are talking -- you say you are not sanguine that we won't be facing perhaps 20 more filings.

How many more days delay does that imply? That is 80 days of filings?

MR. MURRAY: At a minimum Commissioner Kennedy. Some of these filings, as I say, we filed something over 600 pages in response to questions, and we had filed upon us on that same day, something more than that in response to questions.

These things have to be digested and responded to within a time period. If the secretary can reproduce 1000 pages or whatever and turn it around in only one day, then it will only be 4 days of delay, assuming a 3-day mailing period. If not --

COMMISSIONER KENNEDY: That is 4 days for each of those filings?

> MR.MURRAY: Yes, sir.

COMMISSIONER KENNEDY: That is 80 days.

MR. MURRAY: 4 times 30.

COMMISSIONER KENNEDY: Or, 120.

I don't mean that every filing, every MR. MURRAY:

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il Reporters, Inc. 25 will consume the time.

MR. MURRAY: That is

it might not delay things.

MR. MURRAY:

COMMISSIONER KENNEDY: Southat one party's response

That's correct.

motion would have to be responded to by every party, but --

with our filings in the S-3 proceeding, and at least that one

we can try it in, I'm not as certain that that is the case.

occurs, if any party desires to respond, the time must be

COMMISSIONER KENNEDY: But if it has to be responded

MR. MURRAY: But the notion that we have all finished

COMMISSIONER KENNEDY: If I understand procedurally what

MR. MURRAY: That is correct, but it may not, for example, inhibit the ongoing hearing, let's say, if it is just a motion to do something with respect to the hearing. It may not inhibit continuation of the hearing. So that in that sense

And I would agree that maybe those sorts of filings have come to near an end.

CHAIRMAN HENDRIE: Let's see, the provision of transcripts is not a delay question?

MR. MURRAY: No, sir.

MR. SLAGGIE: I would like to point out with regard to the delay question --

CHAIRMAN HENDRIE: The serving business, taking 2 copies instead of 20 and cycling it ourselves, does involve

this delay, and the other thing --

MR. MURRAY: No, that's a bit different.

Those 20 copies are for internal use and they are generally not the kind of thing that have to get to people immediately. They are informational copies rather than action copies.

MR. KELLEY: It is also not in S-3, right?

MR. MALLORY: Yes.

MR. KELLEY: 20 and 2 is not in this proceeding, not in S-3.

MR. MALLORY: That reduction would occur in adjudication. In adjudication the party also serves every party; he would serve the Staff, the Applicant --

CHAIRMAN HENDRIE: I am just trying to sort out the several proposals, the several legs to the support table; the ones which have delays, eventual delays associated with them and those that don't.

It seems to me that transcripts don't, these filings do.

What was the other thing?

MR. MALLORY: The reduction of 20 copies to 2, that would be filed on the Secretary in adjudication.

CHAIRMAN HENDRIE: That has some delay built into it also?

MR. MALLORY: No, I don't think it does. The party

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also serves all the other parties in addition to those 20 copies. Every party gets his copy immediately. Reducing 20 to 2 means that informational copies that normally circulate around in the Commission and wind up at various offices would be delayed, but that would not cause the hearings to be delayed.

CHAIRMAN HENDRIE: Well, if it cuts down on time for people's -- if it cuts down on the capacity to respond until you have gotten copies reproduced and in hand, why then --

MR.MALLORY: But the people who are responding, it will be served directly outside of the Secretary's reproduction papers.

In other words, there are two separate proposals.

One is reduce the copies from 20 to 2; another one is that we reduce the copies even further by not requiring people to serve them on the parties.

The first of those does not delay the proceedings, the second does.

MR. SLAGGIE: I think it is helpful to keep in mind that the significance of delay in rulemaking is perhaps different from the significance of delay in a licensing proceeding. In a licensing proceeding, one of your goals, of course, is to get the license out. In a rulemaking proceeding, your overall goal --

(Laughter.)

MR. SHAPAR: I don't think that S-3 is the best

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example of that proposition with an 18-month deadline.

MR. NELSON: The question is, had it been done right years ago in the Atomic Energy Commission, it would have been over already, but let's not go through that.

Mr. Chairman, on the point of delay, there is always the possibility which we tried to envision in the draft, of giving some discretion to the Board to control this, so that if there really are these 20 filings and the potential for 80 days of delay, and the Hearing Board sees it coming, they could stop it, say the proceeding is dragging, this is taking too much, this is not the kind of a pleading that requires service in our judgment, or any other athing in the discretion of the Board.

I merely suggest that might be one way to have an escape valve if delays became inordinate.

I think another way is when the MR. MALLORY: rulemaking begins to look more like an adjudication, to use the procedures we have proposed for adjudicatory hearings. When there are motions that are more typical of adjudication and are typically short, I believe they would not necessarily be served. It is the 200-page testimony.

MR. MURRAY: There is no provision for oral motions, for example, in the S-3 proceeding. And if it is patterned after the GESMO, which it is seeming to be, they won't let the lawyers talk very much in that hearing room, so it is all going

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to be done by paper.

And it has not been my experience, necessarily, that motions are all that short; 30, 40 pages.

MR. MALLORY: Would you compare them to the testimony?

MR. MURRAY: Short, compared to the testimony, yes.

MR. MALLORY: So that we could help people substantially by serving testimony even if we decided that motions required too quick a turnaround.

MR. MURRAY: I wouldn't characterize how helpful that would be. But it would be helpful.

CHAIRMAN HENDRIE: Let's see, the delay is an unfortunate aspect.

How much of the money turns out -- the financial assistance turns out to be in that?

MR. SLAGGIE: In S-3?

CHAIRMAN HENDRIE: No, in the portion of the assistance which is involved with delays in the proceeding.

Is it 5 percent, or 95 percent that makes the difference?

MR. SLAGGIE: Well, the cost is probably, oh roughly, half. I would say the cost splits, free transcripts and free service. At this stage it is a little hard to estimate because many of the big filings are already past.

In our memorandum we gave you some figures which I

got from the docketing service branch to the effect that it would cost about \$4000 to provide free service for all participants, not just the 9 or 10 that we would expect would have requested it.

But since that time, filings have gone by. We estimate now no more than 2000, and a similar figure for the non-delay part in the free transcript.

CHAIRMAN HENDRIE: There is one other way you could do it. Rather than our taking filings from the parties, making copies and mailing them out, would be to simply provide some reimbursement or partial reimbursement for the parties for such a mailing.

MR. KELLEY: You may run into a legal problem there. You are on the head of a pin, perhaps. I can see that functionally they appear to be the same.

CHAIRMAN HENDRIE: I think we would run into the court case --

MR. KELLEY: There would be an objection that this is funding intervenors. In a sense it is, you are handing out money.

MR. NELSON: I am not sure of the postal aspects of this. We could send them out in franked envelopes and try to bill people for those expenses. That may even be a violation of the franking privilege.

CHAIRMAN HENDRIE: I wasn't thinking about franks.

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I was thinking about letting them mail the thing and let them come in and say, my postage bill was \$100; say all right, we will pay half, all or whatever.

But I see you may indeed run back on the court case as a matter. We may not have much luck there.

MR. KELLEY: I hate to admit that the legal answer could be different between the two, because functionally they are the same thing. But I still think somebody would raise the question.

MR.NELSON: Well the NRC itself has thought that there was a distinction.

CHAIRMAN HENDRIE: Peter, comment?

commissioner Bradford: In terms of the practicality of the transcript, maybe I am thinking less now of the S-3 than in general, but rather than making free transcripts all the time, is there something to be said for a rule that says that in cases where we are convinced they are necessary, free transcripts, but no more than three or four to any one proceeding?

MR. KELLEY: I suppose it becomes a question of whether it is worth the argument in a given case.

Somebody could say, you should have given me a transcript, my participation was impaired, therefore throw out the licenses. Is it worth hassling over that, or give them to everyone?

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COMMISSIONER BRADFORD: If they don't get one now, they can make that argument, truly, if there were 3 or 4 -- you wouldn't make them -- if you did that, you had 10 people who thought they deserved them, presumably they would be generally available on a schedule the parties worked out among themselves -- you wouldn't say that 4 could get them --

MR. KELLEY: I thought you were distinguishing, Joe gets them, but Harry doesn't. You are saying 3 or 4 that would be available?

COMMISSIONER BRADFORD: To the parties.

MR. NELSON: There is still a point to be made, Jim, that there may be an argument well, why did we not get it in this case when other people got it in case A?

It is no answer to say you weren't entitled to it in the first place, so it is just an act of administrative grace. You are not entitled to an appeal from a criminal conviction except insofar as Congress gives you one, but when they give it it has to be done fairly, there can't be abuses of discretion and so on and so forth.

There is plenty of doctrine in the law for things for people that weren't originally entitled to, but once they get in there, had to be done right.

COMMISSIONER BRADFORD: But the whole point you are making implies that whether you give them to everybody in a given proceeding or --

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MR. NELSON: Goes to the picking of the case.

MR. BRADFORD: -- or 4 out of 10.

The only way to get around that is to give them to everybody at every proceeding?

MR. NELSON: Or 3 out of 4 in every proceeding.

I thought you had two ideas, Commissioner; one that the cases would be picked in which you do it; and two, when you said you would do it you would make, say 3, instead of for everybody.

COMMISSIONER BRADFORD: No, just the second point.

MR. NELSON: Just the second point.

I don't see too much trouble with that. There would be a lot of argument between the people as to who gets what copy and when it is available and so forth. That would be costsaving.

COMMISSIONER BRADFORD: As to the other point that you make, are you saying that if we do it in S-3, the way we get out of doing it in all those rulemakings, is to say that S-3 was a pilot?

MR. NELSON: It is not only a pilot, it is sunique because of the subject matter; because of the language of the Court of Appeals calling for this ventilation; the criticism that the Court made of the Agency's prior proceedings. In our view the case is distinguishable, yes.

Now that will not preclude people from arguing, if we

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did it in S-3, please you did it for me in S-3, do it for me in this case. The potentiality is always there.

We believe it is distinct.

COMMISSIONER KENNEDY: Has that arisen as the result; of the GESMO experience?

Has that argument been made?

MR. NELSON: COnly in this case, I guess.

Do we know of any other case, Leo, where people have pressed for procedural assistance other than S-3?

MR. SLAGGIE: In GESMO.

MR. NELSON: I mean as a result of GESMO.

MR. SLAGGIE: This is the only one I know.

COMMISSIONER KENNEDY: Have they cited GESMO as a basis for their argument, you did it in GESMO, why not do it here?

MR. SLAGGIE: No, nobody recited that.

COMMISSIONER KENNEDY: Okay. That is significant.

MR. MALLORY: I think one problem with making a small number of transcripts available in rulemaking, is that when the hearings are over and people scatter back across the country, no one who hasn't bought a transcript, any longer has access. You don't have the opportunity to have one available when you prepare your arguments, unless you plan to stay in Washington where the transcript is, and incur the costs of staying or flying back more times. So that there is that

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difference when you make them available on less than one per person.

COMMISSIONER BRADFORD: Now these parties, what are they doing now? They are not getting next-day transcripts.

You are also saying that they just simply aren't getting transcripts at all except insofar as they may go to a Public Document Room?

MR. MALLORY: Yes, that's right.

MR. SLAGGIE: A Public Document Room has one, and you have certainly nine or ten people that would not have their own.

COMMISSIONER BRADFORD: And meach public Document Rooms haso one, or is it just the one here?

MR. SLAGGIE: Just one here.

MR. MALLORY: In rulemaking. Adjudications there is one here and where the hearing is held.

MR. SHAPAR: The local Public Document Room and the one here in Washington.

MR. MALLORY: Now I think there is probably more disagreement over whether we might serve people documents and the problems that delay causes there, than over transcripts and perhaps over reducing copies from 20 to 2.

MR. MURRAY: We don't disagree with that.

MR. SHAPAR: I don't think there is any disagreement on the transcripts. The only disagreement, I think, is on the

service.

MR. NELSON: You are talking about in S-3 or generically?

MR. SHAPAR: Generically.

MR. NELSON: How about reducing from 20 to 2? That always seemed to me to be a good candidate.

MR. SHAPAR: Who are the others within the Agency that are getting the 18 copies? That hasn't been brought out up until now.

MR. NELSON: Various offices.

## Kathy?

MS. MASON: It is Chase's slots, and I couldn't tell you off the top of my head. It is an extra copy to ELD, maybe a copy to you all, an extra copy to the Licensing Board, an extra copy to Appeal Board that gets served.

MR. SHAPAR: The reason for that question was, whether or not the people receiving them participate in the responses. If they do, then maybe in effect it is delay time. If they don't, there is none.

MR. MURRAY: Sometimes it is the engineer down the line who is really working on the problem and needs to have a copy and the only copy he can get is the one counsel has, and counsel is using it. If that is the case --

MR. NELSON: I just want to point out there is a distinction, because that is a requirement we impose for our

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convenience. That is different from helping the intervenors push their case.

MR. MURRAY: True.

MR.SHAPAR: That is a point well taken.

MR. NELSON: This is a problem we are fashioning to help ourselves.

MR. SHAPAR: I certainly don't view it in the same dimension as the service problem.

MR. NELSON: To me it is a little easier.

MR. SHAPAR: Yes. Me, too.

MR. MALLORY: You also don't have mailing time.

There is the reproduction time, but the mailing --

MR. SHAPAR: That's right. That is why it is not as serious a problem.

MR. SLAGGIE: One more question with regard to delay.

You do expect a posthearing statement to be filed by most of the participants?

MR. MURRAY: It is in the rules for the proceeding.

MR. SLAGGIE: Okay, now there would be -- is there any potential for delay in providing free service on that statement, which is likely to be fairly bulky!

MR. MURRAY: Four days at that stage is not going to be that significant.

MR. SLAGGIE: At that point there doesn't seem like

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there is any significance. So it would be at least possible to offer free service for that major filing without any delay whatsoever.

MR. MURRAY: That would only impinge on the person with whom it is filed, which would be the Commission.

MR. SHAPAR: I don't think the Commission necessarily wants to be in a position, though, of picking and choosing between which filings are going to be handled in a certain way and other filings in another. That is not the best position to be in.

MR. NELSON: Well the Hearing Board has the acquaintanceship with the case to make an intelligent judgment about that, I would think.

MR. SHAPAR: Well, I would suspect that if you hand out discretion on an item like that, that it is only going to be exercised in one manner.

COMMISSIONER KENNEDY: Uniformly --

MR. NELSON: Fairly.

MR. SHAPAR: Fairly.

COMMISSIONER KENNEDY: -- and uniformly.

(Laughter.)

MR. SHAPAR: In the interests of justice.

Supposing the standards COMMISSIONER BRADFORD: against which discretion were made, were that it not be applied in cases that would delay the proceeding, but would

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be in all others, the only discretion then is the determination whether or not delay is --

MR. SHAPAR: Yes.

MR. MALLORY: If it is a decision that takes time, then that will add delay in itself, if it has to be considered whether we service this paper or not, and if it there is any substantial time involved.

MR. SHAPAR: You would be getting arguments too,
Commissioner, about whether or not it was likely to delay or
not, you can count on that.

CHAIRMAN HENDRIE: Did you comment specifically on the S-3 proposal, other than sort of noting the delay problems?

Are you for it or agin it on balance?

MR. SHAPAR: Well, I would take into account there may be a subsequent adjudicatory phase, so I would like to know whether or not the recommendation is intended to include the adjudicatory phase as well for S-3.

MR. NELSON: Why should we cross that bridge now?

MR. SHAPAR: If your answer is that you are not recommending it.

MR. NELSON: The answer is no, I never even thought about that. I thought this was an experiment for the case as we now know it.

COMMISSIONER KENNEDY: That doesn't make common sense to say that we would do this experiment for this phase

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of the hearing. We anticipate that there may be another phase to the same proceeding.

MR. NELSON: If nothing intervenes in the meantime, Commissioner, I would think we probably would want to follow the same approach.

COMMISSIONER KENNEDY: That answers Howard's question. I think the assumption has to be there is a reasonably high probability that we would be following the same approach, and that is what he ought to plan on answering his question on.

MR. NELSON: Subject to a showing that it really did produce an 80-day delay, in which case the Commission might want to cut it out or sharpen it up.

MR. SHAPAR: In response to your question, Mr. Chairman, the thing that bothers me most is the delay factor, and I think from the Commission's vantage point, you know the problems with S-3, you know the 18 months cutoff period which can't be extended. It is a question of how much delay means to you in terms of S-3.

I personally feel we could accept the delay that is involved here, but I would make a strong dichotomy between that and the general proposition of service and of delay affecting other proceedings. I think we can accept, based on my knowledge of the status of S-3, I think we can accept as a direct response to your question, the delay involved in

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the S-3 proceedings.

But I wanted the Commission to have forcefully brought to their attention that there is a delay factor in S-3.

Okay.

Let me see if I can --

CHAIRMAN HENDRIE:

COMMISSIONER KENNEDY: I have a question.

Are we going to discuss the broader question -we are going to do that later, are we not? We are not concerned
with all of its ramifications today?

CHAIRMAN HENDRIE: Right.

I was going to suggest and hope that we might arrive at a decision that I asked you, to see if I can find piecemeal some agreement.

It seems to me that the providing of transcripts to participants who are willing to file an affidavit that they are having financial problems and would appreciate, need that sort of assistance is a reasonable enough proposition.

COMMISSIONER KENNEDY: That goes to the question

I was setting up. That is going to be the criteria. I guess

I need to know something about, what is the certificate or

affidavit, what is its force in fact?

CHAIRMAN HENDRIE: Simply a statement of need.

COMMISSIONER KENNEDY: Then that goes to something that was in the more general paper, which I want to be sure

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that I understand what it means.

It says in that general paper in this respect, on page 3:

"We expect that well-established groups, such as the Sierra Club and the NRDC would apply for assistance under this standard. And it is intended to include them. However, we expect that license applicants and industry members with resources orders of magnitude in excess of even the well-financed intervenor groups will not apply and the certification procedure was intended to exclude them."

Could you tell me how it includes one and excludes the other?

How does it do this? What is it that they are supposed to say and how is it that they are supposed to certify to this?

And what is the effect of the certification, and what responsibility develops upon us in accepting the certification?

MR. MALLORY: I think the form of the certification would be one of the group's, or the person's ability to participate in a proceeding would be substantially impaired without the procedural assistance.

COMMISSIONER KENNEDY: He says this?

MR. MALLORY: He says that.

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And he provides a -- I think a very brief statement of his finances indicating something like his overall financial position and the amount of money he has allocated for the proceeding.

COMMISSIONER KENNEDY: Does he indicate to us the --I am forced to recall Mr. Bradford's comment earlier, where the availability of funds in many cases is a matter of priority, it is an allocation question.

Now, does he indicate to us the order of priorities of his allocation of available funds?

Suppose, you know, it would be perfectly reasonable to say that he has no funds at all, he only has \$10 million, but he has no funds whatever for this purpose because he has allocated all \$10 million to other purposes?

MR. MALLORY: If that was really the case he couldn't participate because there wouldn't be anything for him to file.

He has to have money to generate the things and file, and people who are going to --

COMMISSIONER KENNEDY: He borrows from the \$10 million which he intends to pay back, so that he won't, in any way, impair the other prospect that he has.

MR. KELLEY: I don't think we contemplated an elaborate demonstration of internal budgets and in-depth consideration in this kind of a certification. It is something

fairly short.

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It does contemplate, as Rich said, intervenor groups who were established and have some money, but will simply say that we would be impaired without this, and indeed we would contemplate less participation unless you give it to us.

In that instance, our proposal contemplates acceptance of the certification and provision of assistance.

MR.NELSON: We thought, right or wrong, that it would chew up more time and be more costly, to get us into some involved showings and determinations about need than it would be to file the affidavit and get on with it.

Certainly to put this agency in the role of second-guessing priorities would be a very difficult position for the US NRC.

COMMISSIONER KENNEDY: Well we just did it.

MR.NELSON: You would have to say --

COMMISSIONER KENNEDY: That is exactly my point. I think that is exactly what this paper says we have done and we propose to do. It says:

". . .we expect that license applicants and industry members with resources orders of magnitude in excess of even the well-financed intervenor groups will not apply and the certification procedure was intended to exclude them."

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The point is, they may well have an allocation of resources which doesn't contemplate a further effort in this regard, and they will have to readjust all of their priorities. They may have in such a case, by this definition that you are giving me, the same kind of need. But it says here the procedure was intended to exclude them.

And I guess I don't understand the reasoning.

CHAIRMAN HENDRIE: I think all you would ask is for a party to file an affidavit with the Board saying that he did not have the financial resources to make an effective contribution without whatever procedural assistance would be offered here.

The Board would take that under advisement, and construct a reasonable proposition; they would say okay, if not they would say no.

If they get such a proposition from -- I don't know Commonwealth Edison, why I would be surprised if the Board wouldn't find that curious, to say the least.

MR. NELSON: That is exactly what was intended.

COMMISSIONER KENNEDY: I think I might find it in some of the well-established intervenor groups, whose resources are extensive indeed, as we have already seen in at least one proceeding here, on their own demonstration.

CHAIRMAN HENDRIE: Similarly, if you got a filing like that from -- I don't know -- the State of Illinois, why

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you would be pretty surprised about that, too.

COMMISSIONER KENNEDY: We have had a case in which a state indicated it was hardpressed, and indeed --

COMMISSIONER BRADFORD: You got it from New York State.

CHAIRMAN HENDRIE: That is a different case.

MR. KELLEY: They would qualify.

(Laughter.)

MR.SHAPAR: They would file a pauper's oath, and you wouldn't look behind it.

MR. MALLORY: I think the one distinction we are drawing here between say the Sierra Club, who certified to us in the GESMO proceeding that they had about a \$6 million a year budget, or something on that order, and people with budgets on the order of hundreds of millions of dollars.

COMMISSIONER KENNEDY: No, no, no. Wait, wait.

Hundreds of millions of dollars to a utility are not hundreds of millions of dollars for intervention or participation in a proceeding. They are hundreds of millions of dollars to operate a plant and a facility, for Christ sake.

That is our problem here. We just don't differentiate between the resources the individuals, corporations or whatever have available to participate in this kind of proceeding.

We have the unique notion that all of the resources of the

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corporation are available for participation before this

Now that is our problem. You know, we are talking about hundreds of millions of dollars. They don't have hundreds of millions of dollars to come before this Commission. They probably have fewer than the 6.

MR.MALLORY: I don't think the Commission was saying in GESMO that they have \$6 million to come before it in GESMO, the Sierra Club had all \$6 million to come before us in GESMO, or that that ought to be made available, or that the Sierra Club ought to be expected to detour all those funds to participate in GESMO. And that a small, probably only a small fraction could be expected to be made available there.

chairman Hendrie: Well, an alternative requiring some sort of certification, is to offer the procedural assistance to all parties, and that certainly is a possibility.

MR. MALLORY: We think this is an improvement on it because it cuts down the amount of assistance that we give without incurring what we think will be substantial costs into a GESMO-like investigation on a filing.

CHAIRMAN HENDRIE: In effect this would say that a participant can receive these procedural assistance measures if we agree to them, simply on his own statement that he needs them in order to contribute effectively?

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MR. MALLORY: That is essentially true.

There would be some information behind it, but it would not be looked at very carefully in the average case.

CHAIRMAN HENDRIE: Then one would leave it to the parties to decide whether they want to make that statement on their behalf or not.

COMMISSIONER KENNEDY: There is egalitarianism carried to its ultimate. It is a relief program under the guise of procedural assistance.

If procedural assistance has any merit, it seems to me it is because it enables the proceeding which the Commission is conducting to go forward more effectively and completely. And in such a case I think to the extent procedural assistance is afforded, it should be afforded across the board with that precise purpose in mind, whatever the cost might be.

CHAIRMAN HENDRIE: I have no fundamental difficulty with across the board. I think it will turn out to be anomalous in a number of cases, and will raise some questions that we will have difficulty with.

MR. MALLORY: Well we don't have substantial troubles with that because we proposed it in the first place.

This one we think saves money without being unfair.

And the primary advantage certainly, when you are concerned with things like transcripts and copies, is a savings of money.

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CHAIRMAN HENDRIE: Do you suppose you could manage a series of votes or quick expressions with regard to some standard for assistance, if such were to be offered.

How many would be in favor of all participants without qualification?

I take it you would?

COMMISSIONER KENNEDY: I would.

COMMISSIONER GILINSKY: Could we just check on what the differences in expenditures would be?

MR.NELSON: Our paper shows doubled.

COMMISSIONER GILINSKY: A factor of two.

MR. KELLEY: Is this just S-3, or generically?

COMMISSIONER KENNEDY: That is all we are talking about today, S-3.

MR. NELSON: I assume the same double assumption would apply.

COMMISSIONER GILINSKY: We are just talking about S-3?

CHAIRMAN HENDRIE: We are talking about S-3 and the total sum of money is not really -- it is small enough so that it is not a significant issue against the budget.

MR. KELLEY: Leo, didn't you say about ten people might qualify?

MR. SLAGGIE: We got a feeling about ten people.

I should say I would be rather surprised if

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Commonwealth Edison came in and asked for assistance.

MR. NELSON: Well the question is, suppose it were made available to everybody, including the Commonwealth Edisons and everybody else?

COMMISSIONER KENNEDY: All participants. 34 or 35, correct?

MR. MURRAY: That is correct, Mr. Commissioner. I think some of the participants, however, have consolidated so the exact number of parties filing serving may be less.

CHAIRMAN HENDRIE: One of the things we haven't noted is that these procedural assistance measures do tend to remove incentives to consolidate, which in many ways are useful in the sense of, well --

COMMISSIONER KENNEDY: Which is a good point.

CHAIRMAN HENDRIE: -- let me go down the line.

For all parties? A vote for all parties is obvious.

Against all parties then might or might not be in favor of asking them to express, you know, say that they need the help and so on.

COMMISSIONER GILINSKY: I missed part of the session.

I would like to rehear it, first.

COMMISSIONER BRADFORD: Perhaps in S-3 it doesn't make a big difference one way or the other. Conceptually I have some difficulty I think with extending assistance to all

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parties. Utilities, after all, are in a situation where, granted they can't devote all their revenues and moneys to proceedings before the Nuclear Regulatory Commission. Nevertheless they can recover, or they can use as a basis for setting rates, all of their expense in participating in regulatory matters.

COMMISSIONER KENNEDY: But in that case, Peter, all we are doing is taking it out of one pocket from the taxpayer instead of another. And I would suggest that it would be a hell of a lot better in the long run to put it up for what it is. Let the taxpayer see the cost of the regulation he is getting in a direct sense, and not put it in his rates.

COMMISSIONER BRADFORD: Except that it is a different set of taxpayers. That is, let's just assume -- I don't know whether it is true or not -- the State of North Dakota has no nuclear plants. Nevertheless the citizens of North Dakota pay federal taxes. So they will start paying for the S-3 proceedings, for this part of the S-3 proceeding, whereas they don't now.

You can have a fine abstract argument about whether that was good or bad. But there is some difference.

COMMISSIONER KENNEDY: Agreed.

COMMISSIONER BRADFORD: I guess on balance I would, for the S-3 proceeding, just as soon go ahead with -- on the transcript question, go ahead with the ODC recommendation

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of transcripts to people willing to certify need.

In my own mind, looking further ahead, I think maybe a more sensible formulation would have to do with some percentage of those certifying need, or with a fixed upper ceiling on the number of transcripts, depending on the proceeding. Then people would want -- and they might be available to all parties. But then people who wanted to be sure that they had their own transcripts the next day could pay for it, and those who were indigent or for other reasons didn't feel it worthwhile, could avail themselves of the communal transcript.

COMMISSIONER GILINSKY: I would say that our decision be affected by what the difference would be one way or the other in terms of money. In other words if --

CHAIRMAN HENDRIE: It is like \$2000 one way and \$4000 the other?

COMMISSIONER GILINSKY: In this case it really doesn't make a difference.

COMMISSIONER KENNEDY: We are not settling any cases except this one, as I understand it.

COMMISSIONER GILINSKY: I was just looking ahead a little bit.

MR. SLAGGIE: I would like to make a point about the cost of the transcripts.

The \$2000 cost of the transcripts assumes that we use the Commission's duplicating facilities. Now if we do

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that the transcripts will probably arrive not precisely at the time the hearing opens, but a couple of hours later.

Now our feeling was that because there is no cross-examination going on in this, and these things -- under these circumstances we can give it out free anyway, that that is an inconvenience which is relatively minor, that it is well worth imposing on people who take free transcripts.

On the other hand, if you were extending this service to absolutely everybody, the people who were to take transcripts duplicated by the Commission would be getting them later than what they get now when they order them directly from the contractor.

Now how that will fuzz things up I am not entirely sure.

COMMISSIONER GILINSKY: What I mean is this. If we would normally be supplying free services for a small fraction of the participants, then it doesn't make sense to extend it to everybody.

CHAIRMAN HENDRIE: I think the estimate is like 10 out of 30.

COMMISSIONER GILINSKY: I guess, you know, if we are really talking about half, it may well make sense just to do -- (Inaudible.)

CHAIRMAN HENDRIE: So you tend to vote for asking for an application saying I need the help?

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COMMISSIONER GILINSKY: I think in this case -- if this is a typical case, I guess I would give it to everybody.

CHAIRMAN HENDRIE: You would go for everybody.

COMMISSIONER GILINSKY: Yes.

MR. NELSON: Aren't you forcing utilities to take the federal money if it is there?

COMMISSIONER KENNEDY: You are not forcing anybody to do anything.

MR. NELSON: If I am running a utility and I see

NRC is going to pay for this stuff, I am going to come in and
get my money.

Do you want to produce that result?

COMMISSIONER BRADFORD: In fact the State Commissioner would want to know why you didn't do that.

CHAIRMAN HENDRIE: Well look, I feel a need to move the Commission forward.

I have got two votes to give it to everybody, right?

I believe I read that right.

This is just with regard to the standards you would impose if we decided on assistance.

I am going to ask you in a minute now about transcripts and so on. This is just strictly S-3. Okay?

I'll vote all participants, and declare that we have marked out that little piece. Okay?

COMMISSIONER BRADFORD: Okay. You three have voted

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all participants.

CHAIRMAN HENDRIE: Okay.

Now question, it seems to me that the provision of transcripts is a pretty straightforward position. It doesn't involve delays.

Can we agree to that?

COMMISSIONER KENNEDY: Agreed.

CHAIRMAN HENDRIE: I'll vote for it.

Peter? Just S-3s.

So ordered.

Now, with regard to the reduction to 2 from 20 copies in the required filings with the Commission.

MR. KELLEY: That is not in S-3...

CHAIRMAN HENDRIE: That is not in S-3. Okay, strike that. Sorry about that.

With regard to the provision of service, we get it, make copies, send it out to everybody. That does involve a delay.

It has been judged probably endurable in S-3, although it could run -- it could add substantial number of days, in fact, to the overall proceedings, if as we get down the line there gets to be a lot of filings. I don't know.

What is your feeling?

Let me start at this end this time.

COMMISSIONER BRADFORD: I guess I am not -- I mean

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I am concerned about the delay. I think the 20 to 2 is a good idea. I'm sorry we can't do it in this case. It would be a nice half measure.

CHAIRMAN HENDRIE: Yes. Could we impose the 20, and then immediately remove.

(Laughter.)

COMMISSIONER BRADFORD: And I guess I take it to be your consensus that it is more trouble than it is worth to try and lay a standard that says we will do it for those filings that don't involve delay and not for those that will.

MR.SHAPAR: I see potential for argument, may in turn cause delay.

MR. NELSON: Well, you have got a good, firm, aggressive Hearing Board there. I've known that chairman for many years. He is not a man who is going to let people roll him over.

MR. SHAPAR: But the standard itself may be hard to apply.

MR. NELSON: Well, that is their business.

MR.SHAPAR: Good theory.

(Laughter.)

CHAIRMAN HENDRIE: It seems to me I've heard that argument before.

Applicable what?

MR.SHAPAR: By the way I take it the decisions you

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are making now apply only to the legislative phase.

That's a question.

COMMISSIONER BRADFORD: I don't think we --

CHAIRMAN HENDRIE: Well, we haven't agreed that there is going to be anything more than a legislative phase, and I assume if we decide eventually on that question, we will have to take with it whatever assistance is being provided to this phase.

So this is specifically with regard to what is now the S-3. Okay?

While Peter is mulling, let me go down and see what you think.

COMMISSIONER KENNEDY: I'm for going ahead.

CHAIRMAN HENDRIE: You are for going ahead.

COMMISSIONER GILINSKY: I will follow the General Counsel's recommendation.

COMMISSIONER KENNEDY: Which was?

MR. NELSON: Which contains a sentence about revocable at the Board's discretion, Commissioner --

COMMISSIONER KENNEDY: That is one I do not agree with.

MR. MALLORY: I think we do have to decide just what is going to be served and what isn't, if not everything.

Or at least we have to --

COMMISSIONER KENNEDY: Everything. My vote was

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was for going ahead with everything.

MR. NELSON: In S-3 the proposal was for going with everything.

CHAIRMAN HENDRIE: Everything.

So you wouldn't use Jerry's sentence then?

COMMISSIONER GILINSKY: I guess I was not here for that.

COMMISSIONER BRADFORD: That hasn't been discussed yet, that particular sentence.

I don't think we know what you have in mind it being revoked for.

MR. NELSON: I don't either. It was just a general residual discretion of the Hearing Board to enable them to control this mechanism. It is obviously subject to abuse.

There can be delays, there can be papers filed that turn out to be blathering nonsense, and they might want to say, I'm going to stop paying for it.

I thought they have control of the hearing, we ought to recognize that general control over this. It has been pointed out that there is a potential for that being counterproductive and so be it.

COMMISSIONER KENNEDY: How are they going to do this.

CHAIRMAN HENDRIE: The assumption is that the assistance in service would be provided, unless the Board took explicit action on the basis that it felt on a particular

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COMMISSIONER KENNEDY: As a general proposition all filings will be served by the Commission unless the Board takes affirmative action to stop one.

Is that the proposition?

MR. NELSON: About what we had in mind.

COMMISSIONER KENNEDY: I'll agree to that.

That's not what you had in mind?

MR. NELSON: I was very conservative in this area.

I wanted to have somebody policing what was going on.

MR. KELLEY: He said about.

MR. NELSON: Yes, I wanted to have the power there, somebody somewhere to cut it out if things go astray.

CHAIRMAN HENDRIE: With that understanding it is okay with you?

> COMMISSIONER KENNEDY: Agreed.

CHAIRMAN HENDRIE: Do I get a nod?

COMMISSIONER GILINSKY: (Nodding affirmatively.)

COMMISSIONER BRADFORD: (Nodding affirmatively.)

CHAIRMAN HENDRIE: Okay. So ordered.

I'm only 22 minutes late.

Let us move to the next question.

I'm sorry, I'll be able to introduce this. an appointment on the Hill at 12:30 which I am going to leave in three minutes for. So I am going to have to leave the Commission to deal with it. I think it has to be dealt with

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and has to be dealt with now.

I am sorry to say I have to leave you in the lurch on such short notice.

It involves a request by the Union of Concerned Scientists that Mr. Pollard be allowed to participate in either the next, or presumably an appropriate meeting of the Commission on the petition by the Union of Concerned Scientists in connection with the tests on electrical connectors and cables and so on.

The General Counsel, Mr. Pedersen, will speak to this in a moment.

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al Reporters, Inc.  CHAIRMAN HENDRIE: Okay, have we got the appropriate people on hand with the appropriate papers?

Now, I'm going to leave you the gavel, Dick, and my apologies for the circumstances and my best wishes in the effort. And I will leave, as I go I leave the Commission for whatever use it may be in effect my proxy to vote one vote for.

It is my view that on balance this is -- and under the sorts of procedures that the general counsel discussed --

COMMISSIONER BRADFORD: Joe; just as a technicality, let's count that as one vote for. I don't know if proxies are legal or not.

CHAIRMAN HENDRIE: I'll tell you, I didn't want to walk out, you know, and sort of leave the thing blank and then in effect have ducked at least having my views known --

COMMISSIONER KENNEDY: Since there will be at some point in the discussion a proposition which will follow another request that opportunity be provided for others to appear, are you voting on that as well? Are you voting on that question, Mr. Chairman?

CHAIRMAN HENDRIE: I'll leave you my opinion on it. It appears to me that in this particular case, the union and Mr. Pollard have a particularly central role in the matter, that the letter from Troy Conner representing such utilities -- indeed, they represent a group of people who indeed have an interest in it; but who, if they are all to be heard, extend the range of

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having to listen to people far beyond anything I think reasonable.

And I would therefore vote yes on UCS and no on -COMMISSIONER KENNEDY: Could I note before you leave
that in stating that even though everything you say is true,
it would be a very extensive thing, perhaps, but I would doubt
that they would all wish to appear individually.

But let me just point out that in one case, at least, one of these utilities -- and after all, they do have some interest in the proposition; it is their plant we're talking about, not Mr. Pollard's -- I would just call attention to their feelings about these things which it seems to me we need to know the facts about.

I quote: "Mr. Pollard relies on factual distortion.'

That's a fairly serious point being made by one of these parties, who would presumably like to be heard.

Well, I've said it.

CHAIRMAN HENDRIE: Well, the Commission may decide that it ought to hear at least a limited number of other parties. And I don't think you can regard my views as a vote, Pete, because, you know, presumably, the Commission has to discuss --

COMMISSION BRADFORD: I was just concerned with the technicality over whether a proxy was usable.

COMMISSION GILINSKY: No, it can't be used.

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COMMISSIONER KENNEDY: Can't.

COMMISSIONER BRADFORD: That's what I thought. I only meant if Joe intended to vote he should vote now.

COMMISSIONER GILINSKY: We have a peculiar statute that doesn't permit that.

(Chairman Hendrie leaves.)

COMMISSIONER GILINSKY: Very well, Jerry, are you going to go with this matter?

MR. NELSON: Yes, sir. This matter arose, a letter dated November 17, 1977, filed by council for the Union of Concerned Scientists in which she states the following:

"In addition, UCS requests that prior to ruling, the Commissioners call Mr. Pollard to appear before you to answer any questions which you may have. If any further Staffibriefings are scheduled we request Mr. Pollard be permitted to participate, along with the staff along with an equal footing."

Leaving the equal footing language to one side for a moment, because I think that raises special questions, there is before the house the question whether Mr. Pollard ought to be allowed to participate in that meeting at all, any way, under any structure.

Our recommedation was that the Commission should exercise its discretions to allow him to participate in the meeting. And I should talk about law and I should talk about

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policy to try to not mix the two up.

The law of this case is that there almost isn't any law. This is an ad hoc proceeding. It is not a proceeding that is an adjudication. It is not the kind of proceeding that our regulations deal with. There aren't any --

COMMISSIONER KENNEDY: Could I interrupt there,

Counsel. It is a proceeding which is not even before a Commission. Isn't that correct?

There is a petition. The petition is before the staff at the moment, isn't that correct?

MR. NELSON: I don't believe that's right, sir.

COMMISSIONER KENNEDY: What is the status of this matter?

MR. SHAPAR: I think under the rules it should have been addressed to the staff. It would have been, had the rules been followed. However, the Commission has the matter of discretion which, of course, it can elect to exercise besides this matter itself.

So the Commission, in my opinion, does have the matter now.

COMMISSIONER KENNEDY: Okay.

MR. NELSON: The question, then, is really one of discretion, and this is one of the most highly discretionary areas of procedure of all of them, even if this were an adjudication, and even if we were talking about oral argument.

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The Supreme Court has made clear that no one has the right to that kind of oral argument. That when you make judgments about oral arguments, you do it on a case-by-case basis according to the circumstances.

Even if this were oral argument, the rule is this in not a matter under our decisions for broadside generalization and indiscriminate application. It is rather one for case-to-case determination, through which alone account may be taken of differences in the particular interests affected, circumstances involved, and procedures prescribed by Congress for dealing with them.

They were there avoiding and reversing a lower court which had held that kind of right to have oral argument before an agency. So a doctrine has grown up that is highly discretionary.

I think I can say with some confidence that if you were to deny the request, and if Mr. Pollard sued, she would not get the case reversed -- the Union of Concerned Scientists would not get the case reversed on that ground alone.

That would not be reversible error to refuse to have Mr.

Pollard participate in the meeting. You may lawfully deny this request.

COMMISSIONER BRADFORD: What about one and not the other?

.MR. NELSON: One and not the other, we think, is a

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more difficult problem. But we think at this time, the only issue before the house is whether there is an emergency, and if so, whether the emergency relief is called for.

We think that with respect to that question only, the interests of Mr. Conner are not so substantially different from the interests of the staff as to render it that helpful to the Commission to hear from Mr. Conner on that question.

COMMISSIONER KENNEDY: When, then, did we get 43 -- is that the correct number -- of responses to request for comment on the petition?

MR. NELSON: Well, I cannot speculate about why people file papers. But if we turn to Mr. Conner's paper --

COMMISSIONER KENNEDY: We all thought they had a direct specific interest. I just read a sentence from one.

I have all the otherschere.

MR. NELSON: Of course they do, Commissioner. I'm not suggesting they don't have an interest. They have a very deep, important interest in the economics of the situation and their obligations to serve their areas. Of course they do.

COMMISSIONER KENNEDY: Which is different, it seems toome, in a very significant way, than that of the staff.

MR. NELSON: For long-run purposes, it very well may be. For the question of whether there's an emergency which warrants shutting down reactors, it seems to me they would have a different view if the staff were coming down and saying,

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"There is an emergency, shut down reactors."

Then the Commission ought well to consider including utility participation in its deliberation, if it includes anybody. But the way the case is shaping up, based on pleadings filed yesterday, the staff is saying there is no emergency, don't shut down any reactors.

Mr. Conner -- his sole comment, as I understand it, consists of these two pages filed here in November and he says, among other things, "We believe that the staff analysis of and response to the use of the UCS petition entitled" -- and then he entitles the petition -- "dated November 9, 1977, and transmitted to the Commissioners on that date by Edson G. Case clearly and succinctly demonstrate that the relief sought by UCS is completely unwarranted. We incorporate that evaluation herein.

"Actions taken and presently underway by the staff, licensees and applicants regarding fire protection criteria for nuclear power plants provide adequate protection for the public health and safety. Moreover, the relief requested because of failures of certain electrical connectors under test provisions is broad and overreaching and should be dealt on a plant-by-plant basis. There are few facilities having specific connectors in locations where they would be exposed to post-LOCA conditions.

"For the above reasons, the UCS petition should be

denied."

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I don't see in that any suggestion that that gentleman has no studies, no developments, anything to bring to bear on the decision that isn't already here in the staff presentation, nor do I see that suggestion in the letter of yesterday which simply says, fairly enough, "If you are going to hear that side, hear us, too."

That, I think, is a contention which might have some merit if the Commission were -- heard the staff and heard Mr. Pollard and was about to say, "We don't believe the staff, we do believe Mr. Pollard. There is an emergency."

I think at that point the Commission might very well wish to invite Mr. Conner and other representatives in on all manageable basis to participate in the discussion.

COMISSIONER GILINSKY: You would then reconsider aftere hearing the staff --

MR. NELSON: I would say, Commissioner, it's not a question that the Commission need resolve now. You need not vote Mr. Conner's request up or down now in order to say we will allow Mr. Pollard to participate in the discussion of whether there is an emergency.

If the Commission then takes that under advisement and it begins to look like the Commission believes that some emergency action is warranted, at that point the Commission would appropriately turn to the question of participation of

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Mr. Conner or others, assuming it were the kind of emergency that could abide a few days or a week, and the circumstances seem to show that this one has.

COMMISSIONER BRADFORD: Jerry, if Mr. Pollard simply had written the Commission, and we waste the only ones that wanted to hear him, and I said -- and if I were the only one that wanted to hear him, and I said, Come in, what do you have in mind, would I then -- would the same questions in any way arise with regard to individual commissioners, arise in regard to Commissioners as a whole should I then have Mr. Conner come in also to tell me what's on his mind?

MR. NELSON: Well, I think that would be a question, really, for your own professional discretion and judgment, Commissioner. I don't think there would a law that would require you to do so.

COMMISSIONER BRADFORD: How is an individual Commissioner's posture any different from that of the Commission as a whole in this situation? Aren't we talking about our collective calendars rather than our personal calendars?

MRR NELSON: I think collectively or individually. If you start talking to one side -- now, putting aside adjudications and ex parte problems that we don't have -- if you start talking to one side, i.e., Mr. Conner or Mr. Pollard, and then end up voting for that side, and the other fellow is knocking on the door and you won't let him in, I have some

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trouble with that, too. That bothers my fundamental sense of fairness. And more importantly than mine, it might bother the United States Court of Appeals' fundamental sense of fairness. But matters, I don't think, are at that pass yet.

What the record now shows is that Mr. Pollard says there's an emergency, and action is called for. The staff has filed extensive documents that there isn't one. They explain what they have done, what they have found.

We are just not sure that utilities, particularly Mr. Conner's papers, which seem to endorse the staff, would be all that different in terms of content or input, whereas Mr. Pollard would undoubtedly bring to bear a perspective that is not otherwise at the table.

COMMISSIONER KENNEDY: Would Mr. Pollard's perspective, as brought before the Commission at the table, an oral presentation then be available to all the parties who have commented on this matter?

MR. NELSON: Well, pursuant to the Commission's new procedures, we have unofficial transcripts of open meetings, and I assume there would be a transcript of his remarks which people could read.

COMMISSIONER KENNEDY: Wouldn't we be advised to, in that case, to have an official transcript in order that all parties could? After all, we have already, on the basis of his written filing, the Union of Concerned Scientists written

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, iiic.  We are not admitting what, for a nonattorney's viewpoint, seems to be another filing on the part -- we are talking about suggesting the submission of another filing.

He is presenting to the Commission -- at least, or would be in the circumstances -- additional evidence. But that evidence would not be available to any other parties unless all of those parties, all 43 or whoever it was, was able to be present here in the room.

MR. NELSON: Well, without quarreling with what the word evidence means, if we mean that he might be actually having new studies, information, documents, something of that nature --

COMMISSIONER KENNEDY: Well, if he isn't --

MR. NELSON: -- why hasn't that been filed already?

He's got that kind of thing. I thought he simply wanted to

clarify questions that might be asked about the record as it

now stands. I didn't understand that he was going to request

to introduce new evidence.

MR. EILPERIN: I think I disagree with the general counsel on this.

MR. NELSON: Good.

MR. SHAPAR: I do, too. You go first.

MR. EILPERIN: I really think that --

COMMISSIONER KENNEDY: There must be some implication that I do as well.

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MR. EILPERIN: I think Mr. Conner has a distinct interest and that if we allow one party to speak --

COMMISSIONER KENNEDY: Are you speaking of just Mr. Conner because he wrote a letter, or are you speaking about the other parties, all of whom have filed statements?

MR. EILPERIN: I think there certainly is a distinct interest of the guy whose plants are at risk. I think that one way to handle the problem --

COMMISSIONER KENNEDY: Who Mr. Conner purports to represent, at least in some part.

MR. EILPERIN: I think -- okay, I think one way to handle the problem like this, of sort of duplicative responses, is to have the staff go before any private party. And then the Commission can say, "We don't want you to duplicate any information which the staff has already given us."

And that way you can cut down on what the private parties happen to bring up, and limit the information they bring up so it doesn't duplicate what the staff has given.

But I think that the rationale that it looks as if we're leaning towards voting to deny the fact that there's an emergency, so therefore, since we're leaning that way, there's no need to hear from the party who also takes that position, I don't find a very persuasive rationale.

MR. NELSON: I'm not suggesting prejudgment, Steve.

I'm suggesting Mr. Conner's position takes on meaning only if

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the Commission takes action adverse to its clients in the emergency phase of this case. Otherwise it's an academic complaint.

COMMISSIONER GILINSKY: Let's see, do we have to deal with this letter which just came in -- in effect, today, at this meeting? In other words, can't we --

MR. NELSON: We have to do something about his letter.

MR. SNYDER: It came in yesterday.

MR. NELSON: It's a fair request, fairly presented.

COMMISSIONER GILINSKY: But your earlier suggestion was we really didn't have to vote it up or down at this meeting.

MR. NELSON: We could vote to defer it pending determination of the emergency decision, or indeed, pending what you hear at the emergency meeting.

COMMISSIONER KENNEDY: You know, with all due respect, Counsel, I am not sure that I can accept that legal reasoning. And indeed, we will debate it at some length as long as the meeting continues, or as long as I am permitted to do so.

I think we need to deal with this letter because it is the fundamental question of who should be admitted before the Commission. That's the question.

Now, we started out discussing should Mr. Pollard be. We are now having a long debate, not about whether Mr. Pollard should be, but rather should Mr. Conner be.

Reporters, Inc. It seems to me the question is first should Mr.

Pollard be admitted. Then if it is decided that Mr. Pollard should be, then the question is on what grounds is he, and should not others with an equal interest also be admitted. That, it seems to me, that's the line of reasoning that needs to be followed.

COMMISSIONER GILINSKY: All right, let's take this a step at a time. Jerry, are you finished with your presentation?

MR. NELSON: I wanted to say if you break it up that way, you may trap us into an unmanageable meeting which you don't really intend to do, I don't think, Commissioner.

If you vote yes, let's hear Pollard, and then there are 23 other people, we may be in the picture for hours.

MR. EILPERIN: You can force consolidation on utilities, I would think.

MR. NELSON: Well, you can force consolidation of common interest. And what we think here is that for purposes of whether there's an emergency, that there's a common interest.

COMMISSIONER KENNEDY: Well, that's my view.

MR. NELSON: Well, let the regulatory staff -
COMMISSIONER KENNEDY: A view which I simply do not share. You have not persuaded me yet.

COMMISSIONER GILINSKY: Do you want to address this, Jim?

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rs, Inc.  MR. PEDERSEN: Yes. I agree, I guess, with the general sentiment of the Commission. I certainly agree with what Jerry said so far, that Mr. Pollard, I believe, has made a case to participate.

I, myself, am a little less certain on Mr. Conner. Let me say a couple of words in that regard if I may.

I think if the Commission is going to begin to go down this path of letting people who file petitions come and speak to it, it has to do so with an understanding that it can somehow manage that process. This is a discretionary choice you have.

I think you have to do so with some kind of idea in your mind that you can apply judgments, that there are criteria that you can apply in terms of deciding who you will hear from and who you won't.

Jerry has suggested one criterion which Commissioner Kennedy has rejected, that notion of the extent to which the contribution would give you a different perspective from that in which the majority -- in the case, the unanimous view of the staff -- presents to you.

To my own mind, that's a workable distinction. I believe it is the kind of distinction, kind of one of several that you're going to have to start being prepared to draw if you start down this path. And I think you should have no illusions about this. You will be called upon to start making

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distinctions about who you will and won't hear from.

Okay, one more point.

I think there is a choice here. You have to decide, also, not only if Mr. Pollard should be allowed to participate, but shouldn't he be allowed to participate in tomorrow's meeting, and secondly, if Mr. Conner is to participate, should he also be allowed to participate in tomorrow's meeting?

It seems to me you could agree to let Mr. Pollard participate tomorrow, because his concern is directly with the emergency situation. And yet, for Mr. Conner, if you choose, the opportunity to also participate and be heard from before you render your final decision in this matter which, I understand, is set for another week or so away.

You need not choose to let both of them participate tomorrow.

COMMISSIONER GILINSKY: Can I stop you for a minute?

Jerry, you're suggesting Mr. Pollard's participation tomorrow, aren't you?

MR. NELSON: Yes.

COMMISSIONER GILINSKY: Very good.

MR. NELSON: With or without Mr. Conner is a second question.

MR. PEDERSEN: You were asking whether we had to vote up or down on Conner today. I'm saying you have a choice of not voting up or down on his participation tomorrow,

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necessarily.

COMMISSIONER GILINSKY: Peter --

COMMISSIONER KENNEDY: Could I ask something about that tomorrow business? It has been the longstanding view of the Commission repeated -- and I must say, unanimously by us and urged upon us, although urging was not necessary by the eminent counsel -- that the public should be given the fullest opportunity to participate in these matters. And here's a matter where the public -- 43 of them -- have written us.

And we are going through the unseemly exercise of putting up what will be a unique proposition by the Commission tomallow someone, a petitioner to come before us and make an oral statement on less that 24 hours notice. I consider that, gentlemen, unseemly, and will so vote.

COMMISSIONER GILINSKY: To do it at all, or to do it with --

COMMISSIONER KENNEDY: No, to do it without proper notice.

COMMISSIONER GILINSKY: So you're really against the entire proposition, because there's not 24-hours' notice.

COMMISSIONER KENNEDY: I am against having it tomor-I am against having it on one side. If we're going to have it --

> In fairness to Mr. Kennedy's view --MR. NELSON: COMMISSIONER KENNEDY: It should be done with proper

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rs, Inc.  notice and it should be done with proper participation.

MR. NELSON: Mr. Conner suggests that problem of notice in his letter. He evidently happened to know about the meeting, because he saw the meeting announcement, and he practices here. It was a short notice announcement. And people who aren't here or don't practice here or don't have those advantages that watch the hearing room like some of the big firms -- I'm sorry, the public document room -- may not even know the schedules.

So that in fairness to that argument, I want to bring that fact before the Commission. And one could also argue, if you want to hear from Mr. Conner or have him participate, why not any number of other parties or interests on that side who don't necessarily know about it. That's a fair argument that can be fairly made. All I'm suggesting is you don't necessarily have to cross that bridge.

MR. SHAPAR: I want to give you a somewhat different perspective, although I don't disagree with any of the basic conclusions that have been expressed at this table, but I don't think that the proper setting has been given for what kind of proceeding this is, or for what the correct criterion is to apply.

This is supposed to be a 2.206 proceeding, which means that the letter should have been filed with the staff, and the staff acted upon it. The Commission recently changed

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its rules to say that no longer would it entertain any appeals from the staff decision on a 2.206. The Commission, of course, has the discretion to waive its own rules, which it did in this case. I am merely pointing this out by way of background.

So as far as the law is concerned, I think it's quite clear the Commission has decided to act initially in lieu of the staff to decide a matter. But the basic format is still 2.2.06, although part of the formality has been waived.

2.206 was intended to be, and always was, a very simple way of allowing a member of the public to come in and ask the Commission to do something, and the Commission would simply give its reasons whether the staff acted on it. The Commission acted on it, and that was the end of it.

The only requirement under your rules is that you explain the basis for what you are doing.

Now, the idea of having a hearing in the sense that the Commission has gone about doing this, is a fine act of discretion, but it goes beyond any requirement of the regulations, and beyond any requirement of law whatever.

So as far as --

MR. NELSON: Excuse me.

MR. SHAPAR: Excuse me. As far as I'm concerned, as far as exposing Mr. Pollard's request and exposing Mr. Conner's request, the criterion is quite simple.

If you think it would be helpful to hear from Mr.

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Pollard, then you should, by all means hear from Mr. Pollard.

If you think it would be helpful to hear from Mr. Conner, then
by all means you should hear from Mr. Conner. You don't need
any notice, you don't need anything except a determination
that it would help you to listen to these two gentlemen, one
or the other.

Now, at that point, what enters into it is merely fairness and common sense. If you think you would feel uncomfortable about hearing from Mr. Pollard without hearing from Mr. Conner, then you can schedule 1/2 hour or 15 minutes or 1/2 day as you see fit.

But the only criterion that I see involved here is whether you think any presentation would be helpful to you in deciding the matter, whether it's the emergency matter or the long-term matter. And there are no legal inhibitions here whatever.

COMMISSIONER BRADFORD: Let me just ask you if that is the general view that there is no attorney at the table who feels that hearing from one, would then compel us to hear from the other in terms of any substantive --

MR. NELSON: I don't want to go that far. I think it depends upon how the case ends up at the end.

Let's take the opposite side of the coin. Suppose you heard from Mr. Conner, and refused Mr. Pollard. And then found that there was no emergency, and everything was fine

ral Reporters, Inc.  based on Mr. Conner's arguments.

It seems to me that the Union then would have a decent argument in the Court of Appeals of a denial of fundamental fairness. I think fundamental fairness is at stake here, but I just don't know that you have to make a judgment that it requires opening the doors to everybody at this stage of the game, at the emergency phase. It may later on.

I'm with Howard up to a point.

MR. SHAPAR: This is not in the petition. If you've got any case law that mandates on the part of any court any particular procedures for acting on a procedure, I'm unaware of that law, Jerry.

MR. NELSON: The administrative due process.

COMMISSIONER KENNEDY: Let me just say that without any intention to suggest that this is a correct statement, let me just read the statement. All I'm saying is that some people believe that what Mr. Pollard is saying is not correct. And they have told us so.

MR. NELSON: And the regulatory staff has said that's so.

COMMISSIONER KENNEDY: They have said he relies on factual distortions. No, you know, for us then to listen -- and I'm fully prepared to do so, without having heard, having given the others, those who believe, or say they believe that he is relying on factual distortion -- I have no indication

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al Reporters, Inc.  that that is true. All I know is what they say. But for them to have said that and us, in the meantime, listening to Mr. Pollard without ever having heard the other side of this argument, it seems to me does bear on this question of fundamental fairness.

MR. NELSON: If that were the case, I would agree with you, Commissioner. Where we differ is the judgment that we make, or some of us make, that that side of the case has been presented for purposes of the emergency question by the regulatory staff.

MR. SHAPAR: Has the

MR. NELSON: The staff has pointed out errors in Mr. Pollard's position.

COMMISSIONER GILINSKY: We have some problems here time problems which I think we're going to have to accommodate. My own inclination is to take these a step at a time to determine whether Mr. Pollard should be heard tomorrow, and to put off to another day the question of whether Mr. Conner should be heard, and any other petitioners.

COMMISSIONER KENNEDY: We're raising the question of whether Mr. Pollard should be heard tomorrow. Let's talk about that, forget Mr. Conner.

COMMISSIONER GILINSKY: Right.

COMMISSIONER KENNEDY: Let's talk about Mr. Pollard tomorrow.

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Ace Tal Reporters, Inc.  COMMISSIONER GILINSKY: Yes.

COMMISSIONER KENNEDY: I think it is unseemly on our part to hear Mr. Pollard tomorrow. It's an open session. We should give the public the fullest opportunity to be present and hear what Mr. Pollard has to say. I am sure that Mr. Pollard would wish this and I certainly do.

And I think, by and large, this Commission has consistently said -- and I fully have supported it, consistently said -- indeed, it is -- it has stopped certain proceedings in order that time could be given to assure appropriate notice.

If we are going to have open meetings, if we are going to have full participation, and if we are going to have the public listening to what we hear and what we know, then I think we ought to set this off for such a time it would give that kind of notice and let as many people come and hear as we can get in the room. Not rush, with less than 24 hours notice, notice that will not even get out, indeed, unless people rush to their telephones as, indeed, they usually do.

COMMISSIONER GILINSKY: Well, but we're dealing with a matter which is said by some degree an emergency matter. And so by putting it off you are in effect disposing of it in a way that you may not want to.

COMMISSIONER BRADFORD: And also, in this particular instance, after all, there has been notice out for 2 or 3 days now that we were today considering whether to allow him or to

al Reporters, Inc. invite him or whatever the correct verb is, to appear tomorrow.

COMMISSIONER KENNEDY: Given the basic fundamental doctrine that they would have the assumption that there was a 50 percent chance. Certainly. A 50 percent chance, the answer would be no.

COMMISSIONER BRADFORD: Well, at least they would be on notice.

COMMISSIONER KENNEDY: And indeed it should be recalled, as Mr. Conner's letter did, that that didn't even get noticed until yesterday.

COMMISSIONER BRADFORD: Yes, but they would at least be on notice that if they cared, it would be worth calling up sometimes this afternoon and find out what the Commission's decision is. It isn't as if the first inclination they have had this might happen would be something published as a result of this meeting.

COMMISSIONER KENNEDY: I would be interested in reviewing the transcript on this point the next time the question of notice arises, because I want us all to keep recalling what I believe to be double standards.

COMMISSIONER GILINSKY: Well, I will propose that we vote on the question of whether Mr. Pollard should be heard without any prejudice as to whether Mr. Conner ought to be heard at some later point, take that up at another meeting.

COMMISSIONER KENNEDY: I vote no.

COMMISSIONER GILINSKY: I vote yes.

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COMMISSIONER BRADFORD: I would vote yes.

that we are taking it in that way. I want Mr. Pollard to be heard. I want the record to be very clear on this. I want Mr. Pollard to be heard, but I want it to be in the full sunshine. I want him to be heard in circumstances in which other parties whose basic judgments are challenged by Mr. Pollard are given the opportunity to be present and state their view on the issues heard by Mr. Pollard.

Now, I'm only citing what I believe to be a fair proposition of the basic fundamental fairness doctrine I know governs the Commission's actions. That's the reason for my vote.

MR. SNYDER: May I make a suggestion that we make 43 phone calls after this meeting? That's not impossible.

COMMISSIONER GILINSKY: I think that would be ade quate notice.

COMMISSIONER KENNEDY: I think that less than that would be doing the Commission a disservice.

COMMISSIONER GILINSKY: I think we ought to notify Mr. Conner.

MR. NELSON: You may wish to have Mr. Conner available at the meeting in case something is said that leads the Commission to want to question him. There's no rule that would preclude you doing that tomorrow.

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COMMISSIONER GILINSKY: Jerry, you indicated in your note that it said that if we do grant this request, Mr. Pollard should be advised of the nature of these meetings and the extent to which -- where you said open meetings are not part of the formal or informal record of decisions or matters discussed therein.

MR. NELSON: That's correct.

COMMISSIONER GILINSKY: Okay, Mr. Pollard should be so notified.

COMMISSIONER KENNEDY: I will be filing a written opinion on my decision, a written statement on my decision.

COMMISSIONER GILINSKY: Okay.

MR. NELSON: Does the Commission wish to rule out Mr. Conner, or to instruct that he may be here in case somebody wants to question him?

COMMISSIONER KENNEDY: He has every right to be here. This is a public meeting.

COMMISSIONER GILINSKY: I don't want to rule him out. COMMISSIONER BRADFORD: By rule out you didn't mean exclude?

MR. NELSON: There's a difference between someone coming to an open meeting on the Sunshine Act, and someone coming knowing that the Commission may want to propound questions to him, sir. That's the difference I'm trying to suggest. And do we want to convey that suggestion to Mr. Conner?

COMMISSIONER GILINSKY: For myself, I would not expect to hear from Mr. Conner at tomorrow's meeting.

COMMISSIONER KENNEDY: If you convey that instruction to Mr. Conner, then I would be perfectly prepared to vote yes on the proposition. It is only that that I'm saying, because I will be sure that Mr. Conner is offered a question.

(Laughter.)

Under the basic fairness doctrine.

COMMISSIONER BRADFORD: Well, I suppose that if
Commissioner Kennedy wants to question Mr. Conner at tomorrow's
meeting, I would certainly vote that he be given that opportunity. It doesn't seem to me to be the best of all possible
ways to hear from Mr. Conner.

COMMISSIONER GILINSKY: Well, I would propose that we go forward on the course that we voted on to hear from Mr. Pollard and to deal with Mr. Conner's appearance at a later point.

COMMISSIONER KENNEDY: At what point are we going to have a meeting? May I call for that date?

COMMISSIONER GILINSKY: Well, I don't have the schedule in front of me here.

COMMISSIONER KENNEDY: Well, we have a secretary here.

COMMISSIONER GILINSKY: We can deal with that.

COMMISSIONER KENNEDY: At a subsequent meeting with

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what was proposed here -- and I think it would be useful, since the subsequent meetings seem to be on very short notice these days -- which is not consistent with the basic policy of the Commission -- I think it would be useful if we could determine what the date of that meeting is now, since it will be certainly less than I week.

MR. PEDERSEN: There is a meeting on the schedule on the Commission for briefing on this subject on December 22nd.

COMMISSIONER KENNEDY: 22nd of December?

MR. PEDERSEN: Is the next scheduled meeting.

COMMISSIONER KENNEDY: That doesn't seem, to me, to give Mr. Conner very much of an opportunity.

So it seems to me what we're saying is, if we're only going to discuss his appearance at that time, we are suggesting that we will allow the whole matter to be resolved by total default. If Mr. Conner had anything to say, or those he represents had anything to say, it will certainly at that point be too late for them to say it.

COMMISSIONER GILINSKY: Well, I don't think it will be, and I think this is something that the Chairman might usefully participate in. And so I think that we ought to take it up at a meeting in the near future.

(Whereupon, at 12:45 p.m., the hearing was adjourned)

