Official Transcript of Proceedings

NUCSEAR REGULATORY COMMISSION

Title: Enhancing Security During Transport of

Radioactive Materials in

Quantities

of Concern: Public Meeting

Docket Number: (n/a)

Location: Oakland, California

Date: Thursday, January 17, 2008

Work Order No.: NRC-1965 Pages 1-102

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5	Security During Transport of
6	Radioactive Materials in Quantities of Concern
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8	Thursday, January 17, 2008
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10	held at the:
11	Ronald V. Dellums Federal Building
12	Edward R. Roybal Auditorium
13	1301 Clay Street, Second Floor
14	Oakland, California 94612
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3	Robert Caldwell, Branch Chief, Fuel Cycle and
4	Transportation Security
5	Rebecca Clinton, Assistant
6	Adelaide Giantelli, Team Leader, Transportation
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8	Gary Purdy, Senior Health Physicist
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I-N-D-E-X

Welcome and introductions

Overview

Background

The Requirements

Three Additional Questions

The Path Forward

Adjournment

P-R-O-C-E-E-D-I-N-G-S

(12:32 p.m.)

MR. RAKOVAN: Welcome, everyone. My name is Lance Rakovan. I'm a Communications Assistant at the Nuclear Regulatory Commission.

We decided not to use the amplification/microphones and all that because it seemed whenever we turned them on we got a great deal of feedback. So we figure given this is a fairly small venue, that we would go ahead and just kind of hopefully project to the point that you can hear us.

We are, however, transcribing today's meeting, so you'll notice that we have a couple microphones for the transcriber specifically that are scattered throughout.

So just wanted to start out today and we'll go through a few groundrules and a little bit as to, you know, how we'd like you to make comments or ask questions to make sure that we pick you up on the transcript in a minute.

But I wanted to welcome you to today's public meeting to discuss enhancing security during transport of radioactive materials in quantities of concern.

Just to give you an idea of what we're

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going to be doing today, I'll start out with just a few little administrative notes and laying down some groundrules. We're going to go over a presentation that kind of goes a little bit into the background of radioactive materials of concern, kind of how we got to the point that we are today. And then we're going to go through some of the proposed security enhancements.

These are just kind of our starting point.

These are kind of, you know, what we've thought of so far. And we're going to go through them more or less individually by topic. And then we're going to ask if any of you have any comments, perspective that you'd like to share specifically on those. And then we'll go ahead and close up the meeting.

I'd like to take a moment to introduce the staff that will be our primary speakers today.

First we have Bob Caldwell, who is the Branch Chief of the Fuel Cycle and Transportation Security at the NRC;

Adelaide Giantelli, who is a Team Leader for Transportation Security, and she'll be the one giving the presentation on the background today;

Susan Bagley who is our Transportation Security Specialist who will be going through our

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requirements today;

Gary Purdy, Senior Health Physicist, who actually isn't going to be presenting today but he just knows a lot of stuff, so we figured he'd be good to have around;

And finally of course I'm Lance Rakovan and I'm going to be facilitating today's meeting.

Just a few groundrules: Even though we are not using the microphones specifically to amplify, in order to make sure that we do have a clean transcript and we do pick up all the conversations, we're going to ask that you are standing near one of the mics when you speak. Now I'll walk down to show it to you there, but there's one on the corner there on the front row. And so basically if you're going to ask a question or make a comment, I'm probably going to ask you to go ahead and come up to speak somewhere in the vicinity of that microphone so our transcriber picks you up and we can make sure that we have a clean transcript.

We're going to be discussing only publicly-available information here today. Again, just so we have a clean transcript, we want to make sure that there's only one person speaking at a time. So if we could keep side conversations down to a

minimum, that'll help a lot.

And again we're here to kind of exchange information to gather ideas. Not everybody's necessarily going to agree, and that's fine. But we're just here for a discussion today. So let's keep that in mind. So if somebody says something that you don't necessarily agree with, that's all right.

If everyone could make sure that you silence your cellphones, I've been specifically asked by our transcriber that if you have a BlackBerry or anything like that, if you could turn it off, not just silence it. Apparently it has a possibility of interfering with the equipment.

If everybody probably picked up a copy of the slides on their way in and also a Public Meeting Feedback form, the Public Meeting Feedback form is just a way that if you can give us how you thought the meeting went today, if there was something we could have done better, etc., you can fill it out today and give that to any of us NRC staff or you can drop it in the mail, it's free, I'll get to us. And those really do help us try to figure out what we can do differently or how we can improve on our public meetings.

If you're not aware, the restrooms are

immediately when you go through those doors. The men's is on the right, the women's is on the left. We will be taking at least one break today, but of course if you've got to take care of business during, then please by all means take care of business.

With that I'm going to turn things over to Bob Caldwell to kind of give a brief overview on what today's all about.

Bob.

MR. CALDWELL: Okay. Well, thank you very much. Welcome and thank you for your time, coming out here to talk about what we consider is a pretty important issue, and that is specifically transportation security of radioactive materials.

Prior to 9/11 the NRC, its regulations basically said -- were written to prevent inadvertent or accidental exposures, and this we felt basically provided for security. After 9/11 we took a little bit broader view to figure out how these materials could be used in a little more malevolent fashion. And we identified basically some additional security measures.

We identified those security measures. We provided them to the licensees in the form of security advisories, which are basically an NRC staff

communication tool to the licensees. And the licensees, as far as we can tell from what we've looked at, took heart and actually implemented them.

As you remember, after 9/11 there was a lot of items going on and the NRC took a graded approach to looking at what the most significant things that need to be protected and then worked our way down. And by 2005 we had completed sending out, basically taking those security orders -- or, excuse me -- taking the security advisories and putting it into legally-binding orders to all the licensees. And we'll go into that in a little bit more detail.

But all this was done pretty much because of the sensitivity of the information out of the public view. The public knew we were given orders. You can read the orders on the web, but you can't see what the additional security measures that those orders implemented are.

So now we're basically at the point in time, today is the second in a series of public meetings we're doing on this topic. So although those legally-binding orders can stay in place forever and provide adequate security for the materials that we're discussing from our perspective, this process has not been open to the public. And the NRC's mission, part

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of its mission is to maintain an openness with the public.

We are at the start of the more formal process of taking the regulations, as you can read right now in the 10 CFR, and basically doing the next set, doing the next revision of those regulations. And that's going to take into account the things that we've done since the last time those regulations were revised, and I suspect that was in the '90s or some time like that. So that would take into account the things that we've learned since 9/11.

And what we're planning on doing, which you'll see here, is we've taken the orders -- excuse me -- the additional security measures that we identified in the orders and we're using those as a framework to build upon what the current regulations are. And that's what we're here to ask you about today.

We want both -- we want public and stakeholder input on where the regulations need to go from where they are right now in order that everybody understands what regulations or what security measures or what activities need to be done to protect the material at the proper level.

The orders that we put in place since 9/11

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are not the final answer. The orders we put in place provide us adequate assurance that the security is being maintained. But what we're looking for from the public and from the stakeholders is perspectives on what can be done, whether it's what we've issued in the orders or something else entirely; and then the basis for why you want to see that.

At the technical basis. We are getting ready to put together a technical basis within the next couple months. That technical basis will provide us a roadmap for how we're going to change the regulations.

We need to make sure that we understand the scope to put that together so we can give it to -- ultimately develop a proposed rule to give to the Commission that provides both the positives and the negatives for each of the courses of actions, and that's what we're looking for.

So there's two sides to every one of these ASMs, and we're trying to get both sides of that so we can put that up and the Commission can make a decision on which way it wants to go.

So basically, as you see here, we're looking for what improvements you think can be made, the efficiency of what those -- the feasibility and

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the effectiveness of those improvements, and any alternate measures.

So please -- this is a little bit different. This is not the way the NRC has normally done business that ever I've known, where we've gone out and solicited comments in the technical basis stage of the regulations. So, please, even if you don't have a comment today, please take it home, take a look at what we've provided, think over the discussions we've had, and provide input. This is the ultimate opportunity to get in as early as it is on where to change the regulations.

And, again, thank you very much for being here. We consider this very important.

Lance.

MR. RAKOVAN: Thank you, Bob.

Adelaide is qoinq to qo over background material before we go into the proposed requirements. She's got a presentation. And, if possible, if you could, if you have any questions, if you could hold until she's done. Once Susan starts with the requirements, we're going to kind of change up a little bit, but if you could hold your questions. And then we'll go ahead and open up the floor to questions.

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So, Adelaide.

MS. GIANTELLI: Thank you, Lance.

Good afternoon, everybody, and thank you for taking the time to be here today. Can everyone hear me? Okay, great.

Today we're here to discuss NRC's plans to increase security during shipments of radioactive materials in quantities of concern, and we're provide some background information to help explain the requirements that you'll hear in Susan's part of the presentation.

First I'm going to go through a brief summary of what I'll talk about, because my presentation is going to jump around a little bit.

First I'm going to talk about the NRC's authority, where it comes from, how we use it, how we use it to interact with both our state and federal partners to ensure safety and security of radioactive -- excuse me -- ensure safety and security during transport of radioactive materials.

Next I'll talk about the uses of these radioactive materials. The types of materials we're talking about today are primarily used in medical, academic, and industrial applications. And, to a lesser extent, they are also found in the waste from

nuclear power plants. And then, finally, I'll discuss the term we keep using, that term radioactive materials in quantities of concern, or RAMQC. I'll discuss where it came from, what it is, and what we've done at NRC to improve security for this category of materials since the events of September 11th.

And throughout all this I'll try to keep reminding everyone why we're here today and how we are interested in gathering your opinions and keeping our communications open on this very important topic.

So now I'm going to start by saying: The NRC doesn't regulate transportation security οf radioactive materials alone. Wе share the responsibility for transportation security with both our federal, state, and tribal partners. We share authority with the Department of Transportation, the Department of Homeland Security, and the state and tribal governments.

And you can see the list here on the slide. It looks like a lot of government, but over the years we've worked out agreements among our agencies to try to minimize some of the overlap. And one longstanding agreement I want to put out is the agreement between the Nuclear Regulatory Commission and the Department of Transportation.

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The NRC has broad authority to regulate any transfer of radioactive material. And DOT has authority to regulate commerce. So the transport of radioactive materials falls both under NRC and DOT.

In general, the NRC is responsible for regulating licensees, which are pretty much the shippers and receivers of the radioactive material. That is, the company that has the material, possesses it, and then wants to move it to somewhere else to a company that's receiving it. The NRC would regulate both the shipper and the receiver of the material.

In general, NRC does not regulate commercial carriers of radioactive material. These are the trucking and rail companies that actually pick up the material from point A to point B and move it from one location to the other. So -- excuse me. And regulating carriage either by road or rail is a responsibility of the Department of Transportation and the Department of Homeland Security.

I wanted to note this because when we get to the security measures that Susan's going the talk about, you'll notice that all the requirements are on the NRC licensee and not on commercial carriers.

Where do we get our authority from. The Atomic Energy Act of 1954, as amended, gives the NRC

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its authority to license and regulate the civilian use of radioactive material.

In addition, the law requires us to ensure adequate protections of the public health and safety and to promote the common defense and security and protect the environment.

The law gives us authority to regulate civilian use of radioactive material, which means our role at NRC is not to promote the use of radioactive material but instead our responsibility is to ensure that the material is handled safely and securely.

First we regulate civilian use of radioactive material by issuing licenses. Licenses are the authorization that the company or individual or entity receives that allows them to possess, use, and transfer the radioactive material.

Besides the issuance of a license, the law gives us mechanisms to put in place requirements to ensure that the material is handled safely and securely. One process we use is -- it's called an order. And that's a way we impose a requirement effective middle.

An order modifies that licensee's license to possess, use, and transfer radioactive material. The one thing to notice: An order does not involve

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the public in our process.

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In the area of transportation security, and Bob alluded to this, and I'll discuss it a little bit more in my later slides, the staff identified areas where transportation security could be improved.

And we issued orders to companies transporting radioactive materials in quantities of concern in 2003, 2004, and 2005. And in those orders we required them to put in place additional security measures.

Now I'd like to go back and say one thing:

Imposing orders by -- excuse me -- imposing requirements by order is not something we take lightly at the NRC. The security orders issued in the area of transportation security were not -- were not done at the staff level. That decision to issue orders was made by our Commission.

Besides the orders, the NRC sets standards And our and requirements in the form of rules. rulemaking process is а public It's process. deliberative and it allows time for us to gather everyone's input and take it into consideration before making a final decision on the regulations. And that's why we're here today. We're here today to discuss the NRC's plans to enhance security during transport of radioactive materials in quantities of

concern, and this public meeting is one of our first steps towards setting additional requirements. And right now we are listening and gathering information.

As I mentioned earlier, the law gives the NRC authority to regulate civilian uses the of radioactive material. That term civilian use covers many different types of radioactive material. And today we're focusing primarily on the radioactive materials used the medical, academic, by industrial community. And, as I said earlier, to a lesser extent we are referring to waste products from nuclear power plants.

Now I'm going to mention another part of the Atomic Energy Act. The Atomic Energy Act also gives the authority to enter into what are called agreements with the states. And I'm going to read this from the slide. "NRC relinquishes to the States portions of its regulatory authority to license and regulate specific types of radioactive materials."

I'm going to break that statement down into pieces and focus on each piece. First I'm going to focus on the specific types of radioactive material. What specific types of radioactive material are we talking about.

It's byproduct material. But, to put it

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simply, this refers to medical, academic, and industrials uses of radioactive material. It does not apply to nuclear power plants.

In the first part of that statement, "NRC relinquishes to the States." That means we effectively create a partnership with the state. We can give our authority to regulate medical, academic, and industrial uses of radioactive material within a state to the state.

In this case, the state informs us of their decision to regulate radioactive material within their state. They send up a program. We review that program and if it's compatible with the NRC requirements we then relinquish our authority to the state.

We also periodically review the state's programs to ensure that the state remains compatible with NRC requirements.

And once we've relinquished our authority, the state is the authority over that byproduct material use within their state. As of today, 34 states have entered into agreements with NRC and others are being evaluated. Soon the state of Pennsylvania is going to come onboard.

Now I'll focus on another part of that

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statement: "The NRC relinquishes to the States portions of its regulatory authority..." The Atomic Energy Act only allows the NRC to relinquish our authority to protect public health and safety to the states. We cannot relinquish our authority to promote the common defense and security.

As I said earlier, the NRC can enter into agreement with the state and relinquish its authority over byproduct material give and responsibility to protect the public health and safety to the state. The agreement state then has the primary authority to regulate and inspect and take enforcement action against licensees in their respective jurisdiction.

However, the NRC as a federal agency cannot relinquish its authority to promote the common defense and security. The responsibility to promote common defense and security belongs to the federal government.

In this case if -- for transportation security, the NRC would regulate and inspect and take enforcement actions against licensees in state jurisdictions. At the end of the discussion we'd like to gather your comments about how much involvement, if any, should the state have in the enforcement of

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transportation security regulations.

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NRC Actions. Immediately after the events of September 11th, NRC issued security advisories. In general, security advisories are nonpublic communications between NRC to its licensees that provide information from the intelligence community or local law enforcement agencies on changes in the threat environment. And it provides guidance to licensees to take some action promptly.

After September 11th we issued several security advisories recommending security enhancements during transport of radioactive materials in quantities of concern.

said before, in And. Bob general licensees understood the change in the threat environment and implemented the security advisories. But one thing to note is that security advisories are not legally binding. And by legally binding what I mean is NRC can't compel compliance with a requirement in an advisory.

So while the advisories were in place the NRC issued orders. We issued orders to licensees in 2003, 2004, and 2005 that enhanced security -- enhanced transportation security -- enhanced security during transport of radioactive materials in

quantities of concern. Excuse me.

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And I guess you're wondering why so many orders and why they span so many years. The reason was we used a risk-informed approach when issuing the There were a lot of security activities going orders. on at NRC after the events of September 11th, and this is a bit of a simplification but, in essence, we took graded approach and took the riskwe most significant radioactive material and issued orders to them first.

By 2005 essentially every licensee transporting radioactive materials in quantities of concern received an order. At the end of the process, orders were issued to more than 2,000 NRC in agreement-state licensees.

So now I'm going to get back to why we're here today. As Bob said earlier, we do have adequate security measures in place and the orders can stay in place indefinitely. But now for us it's time to put in place requirements that everyone has had a say in. That's our process to ensure that everyone gets a chance to provide their comment and help inform our regulations.

We are at the beginning stage of revising our regulations. We are at the stage of developing

what's called the technical basis. This basically identifies what we want to change or add into our requirements.

To start the discussions today we are using the security concept of the advisories and the orders as a basis. Some of the advisories and orders contain sensitive information and are not publicly available, but the general security concepts of those items can be used to start our discussions.

So for today and the next few weeks our plans are to gather your comments on our proposed policy change.

Now I'm going to change focus a little bit and I'm going to provide some background information on medical, academic, and industrial uses of radioactive material. And, again, the NRC's role is not to promote radioactive material uses but, rather, to ensure that the material is used safely and securely.

These are photographs of medical uses of radioactive material. The smaller photo is an older style teletherapy unit that was used commonly for cancer treatments. Its use in the United States is being replaced by newer techniques, but it still uses some medical use -- in medical institutions and it's

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still used outside the United States.

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The larger photo is what's called a gamma knife teletherapy unit. These units focus beams of radiation to a specific site within the brain. And they're used to target cancers or other conditions where the location of the tumor is not reachable by surgery when surgery is considered too invasive.

Another medical use of radioactive materials is for blood irradiation. This is used for people with weakened immune system. When someone with a weakened immune system is receiving blood from a donor, the donor blood is irradiated to destroy its antibodies. This prevents the donor blood from attacking the recipient.

Next I'll discuss some industrial uses of radioactive materials. This is a schematic of a large irradiator that sterilizes industrial medical equipment. On the photo the medical equipment would enter in on the left-hand side. In its final -- it would come in its final shipping configuration, be placed in a container onto a conveyor belt. As it's passed on the conveyor belt through the facility and through the irradiator, the strength of the radiation field and the length of time it's left radiation field will result in sterilization of the

medical equipment. Then the sterilized equipment is shipped to the hospital or medical facility that plans to use it.

I'm going to just point out this is another area where NRC shares authority with another regulatory agency. We provide the license for possessing radioactive material and we ensure that the material is used safely and securely within the facility, but the approval for the sterilization process is given by the Food and Drug Administration.

These are more industrial and research uses of radioactive material. The upper left-hand photo is a picture of Czm-137 irradiator which is used for research purposes. The lower photograph is of a radiography camera. Radiography cameras are used to check the integrity of welds. Welds can be found everywhere. They're in piping systems, submarines, bridges, buildings. These are just a few places they are.

Everyone expects welds to hold up. So during the fabrication process an x-ray is taken of the weld. And that's used to ensure that there isn't a defect in that weld. In general, the shielded radioactive source is put on one side of the weld and the radiographic film is put on the other. After the

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correct safety precautions are taken, the source is unshielded for a certain amount of time, which exposes the film.

And I think everyone here has seen a photograph of an x-ray of a broken bone. The concept is the same for checking a weld. After the process, you end up with an x-ray picture of the weld. And if the weld is fine, the process moves on. If there's a defect, the weld is fixed.

The last photo in this slide is a fixed gauge. The gauges in these photos are used at processing facilities and they're used to detect flow rates within the pipe that they're mounted on.

And underneath that photo it says, "in aggregate quantities." A single one of these gauges is not considered a quantity of concern, but multiple gauges brought together would be.

So now I'm going to get to what is RAMQC.

"RAMQC" is an acronym for radioactive materials in quantities of concern. There are hundreds of radioactive materials that exist, but RAMQC refers specifically to 16 radioactive materials. And I'll discuss this a little more in a later slide, but these are specific radioactive materials that are commonly used in medical, academic, industrial settings that

someone could use with an intent to cause harm.

One thing I want to emphasize when we are talking about RAMQC we are not talking about spent fuel. Spent fuel is another separate category of radioactive material.

Prior to 9/11 the NRC focus was on the safety and security of people and the environment by protecting them from the inadvertent or accidental release of radioactive material. The attacks of 2001 led NRC and the Department of Energy to rethink how far a terrorist would go to hurt the public, perhaps even using medical and industrial radioactive materials to cause this harm.

As part of this process, the NRC reviewed the chemical, physical, radiological characteristics of each radioactive material. The NRC also joined with the international community to look at medical and industrial radioactive materials with this as its main consideration. This international effort was led by the International Atomic Energy Agency, and we actively participated in this effort.

The international effort identified 16 commonly-used radioactive materials that could pose a serious threat to people and the environment if it gets into the wrong hands. This effort further

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identified quantities or thresholds of materials that could be useful to someone intent on a malicious act.

The IEAA -- excuse me -- the International Atomic Energy Agency published these results in a document titled "The Code of Conduct on the Safety and Security of Radioactive Sources." And there is a link to this document on the NRC website.

So what are radioactive materials in quantities of concern? The 16. You can see them on These are the 16 commonly-used radioactive the slide. materials and their associated threshold limits. As you can see, the Category 1 quantity is a hundred times greater than the Category 2 quantities. And the value's in there, it's probably not completely legible in this slide. It's in your handouts and there is a poster with them all shown as well.

As I was pointing out, the Category 1 quantities are a hundred times the Category 2 quantities. If you think in terms of a gallon of paint, that would be a Category 2 quantity. If you have a hundred gallons of paint or essentially two 55-gallon drums of paint, you have a Category 1 quantity.

I talked about the orders that were issued after September 11. There were four main -- major orders that were issued in 2003, 2004, and 2005. The

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first one that was issued was for Large Panoramic Irradiator Licensees. The second one for was Manufacturing and Distributor Licensees. The third one was for Transporters of Radioactive Materials in Quantities of Concern. And then finally for Other Material Licensees. And based on this, like I said earlier, we issued orders to more than 2,000 licensees through these efforts.

Okay. Now I'm going to talk a little bit about our process. Here at the NRC we value the public involvement in our regulatory process and we're committed to keeping the public also informed.

By its nature the rulemaking process is deliberative and takes time. The process has now started and our first step is developing what I mentioned: The technical basis. And the technical basis is the document that identifies the regulations the staff believes need to be either revised or added and have new requirements.

All the information gathered during these meetings and from the written comments will be considered in our technical basis. Once the technical basis is complete and goes through all sorts of review within the NRC, it will be used to develop a draft proposed rule.

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And, again, the draft proposed rule will go through all sorts of review within NRC and will go up to our Commission for approval.

After Commission approval the draft proposed rule will also be published for public comment. Again we'll gather and disposition all those comments. And those comments will be used to inform

all sorts of review within the NRC and it will go

the final rule. Again, the final rule will go through

again to the Commission for approval.

After the public -- after all the public comments are resolved, the final rule is published. And usually a final rule is effective 30 days after publishing.

Right now our plans to complete the technical basis this spring, spring of 2008, and the comments we receive at these meetings and written into us will be answered on our public website.

The draft proposed rule is scheduled for publication spring 2009. And then the new rule is expected to be published in 2010.

The basically ends what I have to say.

MR. RAKOVAN: Thanks, Adelaide.

I just wanted to open up the floor up in case anybody had any questions about the material that

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Adelaide covered.

Okay. Seeing no hands shoot up, let's go ahead and take a break before we get into the security requirements. We don't have a clock up in here unfortunately, so let's go by my watch. I have approximately ten after 1:00, so we'll start up again in about 15 minutes. So about -- I'm sorry -- 1:10, so that would be 1:25. I know what time zone I'm in, really.

(Recess taken from 1:10 p.m. to 1:25 p.m.)

MR. RAKOVAN: Okay. We're going to go ahead and get started again. Just to give you an idea of what to expect, Susan Bagley here is going to go through some of the requirements that we've thought about in terms of what should be incorporated into these regulations.

Now these are just kind of our first thoughts. These are just kind of our starting points. What we're looking for, and of course you can share them here during the meeting in terms of discussion or, as Bob said earlier, if you want to send them to us in writing, or whatever, what we're looking for is your perspective on, you know, what should be incorporated into these regulations. 'Well, you know, I see you guys have thought about this, but, no, what

I think you should do is this. And this is my 2 reasoning behind that.' So Susan's going to go kind of topic by 3 4 topic and then we're going to open the floor up to see 5 if anybody has any questions or comments that they'd 6 like to share. We're going to probably have to play 8 around a little bit depending on the microphones to 9 make sure that we can catch everybody. And so I'll be 10 looking to our transcriptor just to make sure that 11 we're picking you up. 12 The one microphone that we have in the audience is right here. So, again, we'll just kind of 13 play with it as it goes. 14 15 But, Susan, why don't you go ahead and start us off. 16 17 MS. BAGLEY: Thank you, Lance. Good afternoon. Again, I'm Susan Bagley 18 19 and Ι'd like to thank you for coming. And I appreciate you giving us your comments today. 20 Adelaide provided you some background on 21 the Nuclear Regulatory Commission, 22 NRC, our mission to protect people and the environment. 23 explained there are several methods we use to do that: 24 25 Advisories, orders, and regulations; and that at this

point we're at the regulation phase so that we can include more public comment.

Prior to 9/11, as Adelaide said, regulations focused on protecting the public from inadvertent or accidental exposure to radioactive material. Since 9/11 we've been working to ensure that we can protect the public from a purposeful attempt to misuse radioactive material. In light of that, these are security measures are designed to protect against theft and diversion.

In the event of an attempted theft or diversion, ensure that the attempt is promptly detected, assessed, and reported. What do we mean by "prompt"? Right away or without delay. We also want to ensure prompt law enforcement notification and response.

The final enhancement we are looking at is delivery confirmation, which ensure that none of this material goes unaccounted for, somehow lost in transit.

So now I'd like to review the individual security measures that we have kind of formulated as a basis to gather your comment. They're kind of designed to elicit as much response from you as we -- as we can. So please -- that's why we're here, is to

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get your response. Each of these requirements exist today --2 it's not time for the next slide. 3 MR. RAKOVAN: Sorry. 5 MS. Okay. Each of these BAGLEY: 6 requirements -- I forgot my glasses, so if I stand back there my notes are too low. So I have to stand 8 up here. Each of these requirements exist today in 9 different orders and are being followed today and 10 every day for the past few years. But, as Adelaide 11 12 explained, orders are a more immediate solution to a new or changed situation, i.e., the terrorist threat 13 of 9/11. 14 Changing federal regulations takes longer 15 and one of the reasons it takes longer is so we can 16 17 gather comments and concerns from the public to ensure that we have a comprehensive requirement when we are 18 19 done. 20 Oh, you're right. I show have changed sooner, shouldn't I. 21 22 Okay. These are the seven areas that we've -- we've grouped it to kind of focus your 23

comments in each of these. Okay, here we go.

Verification. Valid license to possess

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and valid address to send the shipment to. and coordination. 2 Planning Plan the coordinate with 3 routes, the effective states. Coordinate with the receiver. 4 5 Notifications. Advanced planning on who to call in different situations. That includes both 6 required and courtesy calls. Have a plan. 8 Communications. This has to do with the truck itself. Two ways for that driver to communicate 9 while the shipment's on the road. 10 Drives and assistants. 11 They're a key 12 piece to the security of this material. Keep it moving and watch it when it's stopped. 13 Finally, procedures. Plan in advance 14 responses to an event. Protect the information from 15 unnecessary disclosure. This is your need-to-know 16 17 area. 18 The finally enhancement are: Portable and 19 mobile devices. Adelaide showed you photos of some of these devices during her presentations. 20 basically industrial, medical equipment that travels 21 from site to site in a company or a private vehicle. 22 23 The highlighted category at the end of each line indicates the category of material we are 24

enhancements

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apply

to.

Because we're covering both Category 1 and Category 2 material in this rule, we are going to discuss all the enhancements. But some of the -- because we're measuring the threat against -- and the misuse of this material, not all of the measures will apply to the smaller or lesser quantity of material.

The verification enhancements we are suggesting. They apply to shipments involving the larger quantities of material.

Requirement 1 is not a new requirement. Many of you in this audience know that. However, the requirement for the shipper to make direct contact with the NRC or the licensee agency, i.e., the agreement state is currently the regulations provide for several ways to verify the license of the receiver. These new requirements will -- they'll only have the one option. They have to directly contact the regulatory authority.

Requirement 2 is for unusual purchases, which would be the amount of material, the type of material that the company is requesting. These companies have longstanding relationships. It's really a relatively small field. People understand what kind of material you should be ordering. So when they see an order out of the norm or an order for

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material that you've never used before, they need to call and verify that that's a legitimate order.

Requirement 3 should also include the word "different," not just "temporary," because the point is to make sure the material is protected from being purposefully misdirected. So whether it's a temporary location or a different location from where the material's normally shipped, any time that happens the shipper needs to verify with the receiver that that's the correct address they want the material sent to.

This is the end of the verification category. And, as Lance said at the beginning, instead of waiting to the end of my presentation, we're going to try to take questions on each category.

MR. RAKOVAN: So if anybody has any insulate or any perspective that they'd like to share on this specific category, if they have any questions you can do it now or obviously you can do it later on in the meeting as well. We're not going to say, 'Okay, the door's closed on verification, we're moving onto the next topic. So heck with you.'

But any particular comments or questions on this particular topic at this time?

MR. SHEPARD: Could we expand on the word "direct contact"?

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RAKOVAN: Sir, if you could let us 2 know who you are? You can pick him up from there all right? 3 THE REPORTER: Yes. 5 MR. RAKOVAN: Okay. If you could just let 6 us know who you are and who you're with? MR. SHEPARD: I'm Randy Shepard with 8 Impēva Labs. 9 What is intended by direct contact? Is 10 that you pick up the phone, you can mail something? MS. BAGLEY: Well, direct -- I mean mail 11 12 would work if you're talking snail mail. But direct contact would be -- you'd want to expedite it. 13 obviously these are companies that are in business, so 14 15 they're going to call. They're going to call the NRC, they're going to call the agreement state, they're 16 17 going to call the licensing or the program -- what we call the program manager, the licensing manager and 18 19 say, 'Hey, I got a request from ABC Radiography. never heard of them before. Do they actually have a 20 license? And do they -- you know, can they possess 21 this amount?' 22

And then whoever they speak to is going to say yes or no. So that's what we mean by direct.

Again, if you have a relationship with

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1	your regulator, then it could the mailing says,
2	'Hey, Jane, got this request by email,' you know. So
3	there are different ways to do direct, but it must be
4	from the shipper to the regulator. That's what we
5	mean by direct.
6	MR. THOMPSON: May I ask that the
7	MR. RAKOVAN: Can you let us know who you
8	are for the transcript?
9	MR. THOMPSON: Yeah.
10	MR. RAKOVAN: And I'm not sure she can
11	pick you up over there.
12	MR. THOMPSON: James Thompson and I'm a
13	Region IV NRC Inspector. I think in the past what we
14	did is what licensees would do is have on file
15	licensees, or if you get an order from a new company
16	that you haven't heard of, they fax you a copy of
17	their license. Well, we no longer want just for you
18	to receive a copy of a faxed license from a licensee.
19	We want you to make contact with the issuing
20	authority whether it's the agreement state or the NRC
21	to make sure that license is legitimate. I think
22	that's the driver behind that.
23	MS. BAGLEY: Yes. Thank you, James.
24	MR. RAKOVAN: Any other questions or any
25	comments on this particular topic?

1	MS. BAGLEY: And we do need agreement-
2	state input on this because obviously this is adding
3	to your workload. It's also something that you're
4	going to have to figure out how to handle. If the
5	requirement is out there, people are going to call.
6	So your licensees are going to need to know who to
7	call and how to do it. So and you may have that in
8	place, so.
9	MR. RAKOVAN: Sure. If you could just
10	identify yourself.
11	MR. PRENDERGAST: Kent Prendergast,
12	Radiologic Health Branch, we're the agreement state,
13	for the State of California, and we're already
14	implementing that. That's just part of stuff that
15	came along with ICs and has been moving along since
16	then.
17	We go out and inspect all new licensees
18	who we're not familiar with and any changes to their
19	licenses or other things along those lines.
20	MR. RAKOVAN: So this is something that
21	you would support?
22	MR. PRENDERGAST: This is something that
23	we support and we're already doing.
24	MR. RAKOVAN: Very good.

MS. BAGLEY: Great. And if then in that

1	case if you had any suggestion of smooth ways,
2	smoother ways or ways to refine how we write it in the
3	reg, that's also appreciated.
4	MR. SHEPARD: As part of that contact, are
5	you also validating a delivery address more than just
6	a license?
7	MS. BAGLEY: Yes. Yes. And there's a
8	later there's a later one that specifically
9	mentions that you confirm the delivery or the
10	temporary worksite is valid.
11	In other words, a license when you make
12	that direct contact, you verify the license and the
13	address that they are authorized to receive shipments
14	at.
15	But I do need to remind you, I think Lance
16	will, if we all state our names first, then it's
17	easier for her when she has to transcribe to attribute
18	your comments.
19	MR. RAKOVAN: Thanks, Susan.
20	MS. BAGLEY: Thanks.
21	MR. RAKOVAN: I'll pause one more time
22	just to see if anybody else has anything else they
23	want to throw out on this one at this time.
24	Sir, again, if you could just identify
25	vourself for the record

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1	MR. PRENDERGAST: Kent Prendergast,
2	Radiologic Health Branch.
3	MR. RAKOVAN: Thank you.
4	MR. PRENDERGAST: There wasn't in the last
5	one: Verify the addresses for the temporary worksite
6	as valid. Now that's something that the licensee is
7	going to do. Like an example, industrial
8	radiographers are going to do a field shot somewhere
9	near the Martinez location. Now how do they verify
10	that the field site is valid, other than the fact that
11	someone says, 'Hey, I need you to go take some shots
12	of this piling or this bridge or this apartment
13	building, check the rebar'?
14	MR. RAKOVAN: Gary, you want to
15	MR. PURDY: Oh, yes. Gary Purdy, NRC.
16	
	These requirements are for the transfer of material
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17 18	
	from one licensee to another. For example, from an
18	from one licensee to another. For example, from an M&D to someone else.
18 19	from one licensee to another. For example, from an M&D to someone else. MR. PRENDERGAST: This doesn't involve
18 19 20	from one licensee to another. For example, from an M&D to someone else. MR. PRENDERGAST: This doesn't involve like the standard industrial
18 19 20 21	from one licensee to another. For example, from an M&D to someone else. MR. PRENDERGAST: This doesn't involve like the standard industrial MR. RAKOVAN: Right. Sorry, Gary. "M&D"?
18 19 20 21	from one licensee to another. For example, from an M&D to someone else. MR. PRENDERGAST: This doesn't involve like the standard industrial MR. RAKOVAN: Right. Sorry, Gary. "M&D"? MR. PURDY: Oh, manufacturer and

MR. RAKOVAN: That's all right.
Sure. If you could, just start talking,
let us know who you are, and I'll make sure that we
pick you up from back there.
MS. GIANTELLI: Lance? I just this is
Adelaide Giantelli. I just want to add one more thing
to what Gary said. We will get into portable and
mobile devices in a later one, so if you can hold that
comment we can possibly address it then. Thank you.
MR. RAKOVAN: All right. Sir, if you
could let us know who are and then
MR. CARVER: Mark Carver with Entergy.
THE REPORTER: I'm going to need him to
move forward.
MR. RAKOVAN: Yeah. Do you mind? Come
forward. Okay.
MR. CARVER: Mark Carver with Entergy
Services. The question is, and I think it was
mentioned earlier, is this going to affect the
verification process out of 10 CFR 30, Part .41, which
allows you other measures to verify the licensee's
information?
MS. BAGLEY: Yes.
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MR. CARVER: So is it going to be a change

1	of the regulation?
2	MS. BAGLEY: If it's a new portion of the
3	regulation, it will also change that part. It will be
4	a pointer. There will be a pointer in both places, so
5	that you won't be able to read it in one place and not
6	know, because in the where it is now it will say:
7	However, if you're dealing with such-and-such
8	quantities, see paragraph so-and-so.
9	MR. RAKOVAN: Is that is that
10	MS. BAGLEY: You know, because we hadn't
11	gotten to the writing part, but that's how we would do
12	it.
13	MR. RAKOVAN: Yeah. So I mean I guess my
14	follow-up question would be is that something that you
15	would support, the way that she's explained it, or do
16	you have a different way of doing it?
17	MR. CARVER: Yes.
18	MR. RAKOVAN: Yes, you'd support?
19	(Laughter.)
20	MR. RAKOVAN: I gave you two choices. It
21	wasn't a yes or no question.
22	MR. CARVER: Yes, because we have a very
23	limited place we send things. So my concern wouldn't
24	be a problem.

MR. RAKOVAN: Okay. You got that?

THE REPORTER: Yes.

MR. RAKOVAN: All right. Shall we go ahead and move to the next category then?

All right. Susan.

MS. BAGLEY: Okay. There are two slides in Planning and Coordination. Departure time is coordinated with state authorities to allow states the opportunity add any additional security measures they deem necessary when the shipment moves through their state. This is a very important piece of the planning, planning your route.

Timing is everything. It's a money issue for the licensee and it's a money issue for the state. They got to pay their workers if they're meeting you at the border. Licensees have to pay the trucker if they're meeting. So this is an important piece that both the states and the licensees have to work together on.

And anybody who has comments on how to make this work smoothly is appreciated.

Arrival time is coordinated for both categories of material, not just the larger amounts. Why is that? Goes back to my statement earlier today, that we don't want any of this material to be missing or lost. We want it all to be accounted for. So both

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the shipper and receiver are responsible to talk to each other, to set an arrival time, and then at that arrival time to talk to each other. 'Did it arrive?' 'Didn't arrive.' 'Why didn't it arrive.'

Receipt confirmation. Again, requirement on both the shipper and receiver to contact one another. It's a good business practice. Make sure what you send somebody actually arrives. For us it's a good security and safety practice. Make sure the material arrives.

Preplanning and coordinating the shipment with state authorities allows the states the opportunity to develop emergency procedures, arrange escorts, and require preplanned actions for drivers, shippers, and receivers. Again, licensees have to contact the state.

This is the state's opportunity to say, 'If there's an emergency, these are the places we want you to go. If you feel like you're being followed, these are the places we want you to go. If you get a flat tire. If anything happens, this is the phone number we want you to call.' That's what this is about. Gives the states the opportunity to put some more control without costing anybody really any money. It's not going to cost the state any money. It's not

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going to cost the licensee any money, but it's going to put that shipment in contact with someone in that state, if the state so desires. If the state doesn't desire it, it doesn't have to happen. But this gives the states a little more control of that shipment as it goes through their borders.

Carriers differ from shippers in that carriers the actual trucking company are that physically moves the material and carriers are not normally NRC-license companies. Carriers are regulated by the Department of Transportation. And DOT regulations include strict requirements for moving radioactive material on public highways and roadways.

So when we talk about commercial tracking systems, these systems are available from your USPS, the regular Postal Service; FedEx; UPS; DHL. Those tell you where the package was last. This is for movement of Category 2 material. There's a delivery time attached to these.

Continuous and active monitoring means the tracking system can pinpoint the shipment to a relatively small geographic area

The driver needs to be able to contact assistants if they need it. It requires the drivers have physical or visual control of the material at all

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1 times and the ability to call for assistance. So 2 that's the final one there, the final two. The driver maintains control. He's got it 3 4 on his truck. He maintains control of that shipment. 5 He's planned -- his route is planned. He knows where 6 he's going. He knows where he's stopping if he needs to stop. And if he has to stop, then he needs to make 8 sure that he stays in control of that material. 9 The last three are Category 1. 10 MR. PRENDERGAST: Kent Prendergast, Will 11 Radiologic Health Branch. there be 12 requirements on the workers or drivers of the common carriers or these gentlemen here that you're referring 13 14 to? 15 MS. BAGLEY: The DOT already requirements on people who have a license to drive 16 this type of material. So the DOT requirements on the 17 driver will be satisfactory, but they have to be --18 19 you know, under DOT requirements, have the appropriate licenses to move this type of material. 20 PRENDERGAST: So is that more than 21 like 49 CFR or 172700 for a specific IC training, 22 increased-controls training or... 23 MS. BAGLEY: Well, James, do you want to 24 25 answer this? Go ahead.

1	MR. THOMPSON: Yean. This is James
2	Thompson, Inspector. The DOT has certain requirements
3	and one of those requirements is in order to transfer
4	radioactive material you have to have a commercial
5	driver's license. Well, in order to transfer
6	hazardous materials such as radioactive material you
7	have to have what's considered a hazardous material
8	endorsement on your CDL. And that's required. I
9	think there's 40 hours of training for that. It's a
10	one-week course. It includes fingerprinting. You
11	have to have a criminal history background check, all
12	that stuff, just to get an HME to attach to your CDL
13	to be able to transport this material per DOT
14	regulations.
15	MR. RAKOVAN: James, "CDL," please?
16	MR. THOMPSON: I'm sorry. Commercial
17	driver's license, CDL.
18	MR. RAKOVAN: Thank you.
19	MR. THOMPSON: HME, hazardous material
20	endorsement. DOT, Department of Transportation.
21	MR. PRENDERGAST: Very good. Very good.
22	MR. RAKOVAN: Very thorough. Thank you.
23	MR. THOMPSON: Does that answer the
24	question?
25	MR PRENDERGAST: Yes

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MR. THOMPSON: Okay. 2 MR. RAKOVAN: Please. If you could, yeah. 3 Just make sure that we get you in the... 4 MR. CICALA: Sure. Conte Cicala. I'm a 5 transportation lawyer. And my follow-on question is 6 just related to that, is there any expectation that this process will also result in any changes to the 8 transport regulations that were just alluded to? 9 MS. BAGLEY: We do and are working with 10 DOT to make sure that our regulations work hand in 11 hand. And we have -- right now we have no specific 12 plans with DOT, but in the future, again, we want theirs to mirrors ours. So whether they then pick up 13 some of this, we really can't address because 14 15 aren't that far. But, yes, it could happen, but right 16 now --17 MS. GIANTELLI: Let me jump in. MS. BAGLEY: Go ahead. 18 19 MS. GIANTELLI: Adelaide Giantelli. not going to speculate on what DOT's planning to do in 20 21 the future. It wouldn't be appropriate for us to But as Susan said, our plans are 22 speculate on that. that our requirements will work together with anything 23 Department of Transportation 24 the and DHS, the

Department of Homeland Security, put in place. And we

overlapping requirements. MR. CALDWELL: And this is Bob Caldwell. 5 Specifically on the third meeting we've invited them 6 in and they're supposed to be there. So they should be at our third meeting here in Washington, D.C. on 8 this particular subject in, again, effort an coordinate between the different government agencies so that we're all marching to the same tune so we're 10 all working together. Thank you. 11 12 MS. MIRANDA: Grace Miranda, Sandia National Labs, Livermore. If these requirements do 13 make it into the Code of Federal Regulations, then 14 15 they become law and they're subject to audits and things like that. The number 3 requirement is confirm 16 receipt of the shipment. Is that a phone call or if 17 you don't document it, it didn't happen? Would that 18 19 be something we'd need to get in writing? Or keep a record of it, document that you did call somebody and 20 confirm the receipt? 21 MS. BAGLEY: Well, don't move away because 22 you're probably going to have to answer my question. 23 MS. MIRANDA: Oh, okay. 24 25 That's exactly what we want MS. BAGLEY:

are in discussions with them to assure that

We are trying to be considerate of not

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to know from you. We want your comment on should we be very prescriptive and say: Confirmation of receipt must be documented in writing and kept for three years, must be in writing, you know. Again, writing means you don't know, I got it, till I mail you a letter, or documented in writing. We understand there are different things. Well, I would think that MS. MIRANDA: that would be something that, you know, should be auditable. I mean if it's important enough --MS. BAGLEY: Yes. Okay. MS. MIRANDA: -- to --MS. BAGLEY: Yes. MS. MIRANDA: -- require, then I would think that maybe not mandating that you get something in writing or a signature in writing, but at least documenting the date and who you spoke with, so. And that's actually what MS. BAGLEY: we're looking for, things like auditable that we may think is intuitive but because we didn't prescribe that it must be documented that, you know, it could be overlooked. Thank you. MR. PRENDERGAST: Kent Prendergast, RHB. I guess three years is a nice requirement for those

kinds of records, and it should be somebody authorized

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to pick up that shipment or to sign for a receipt. Not the guy who's working down the warehouse who nobody knows. MS. BAGLEY: Right. Confirmation from the individual who's authorized to receive the material? MR. PRENDERGAST: Right. Yes. MS. BAGLEY: Great. Thank you. MR. SHEPARD: Randy Shepard, Impēva Labs. So does that imply a signature is simple enough for audit or were you talking biometrics? MS. BAGLEY: No, sir. What I'm thinking is if I talk to you and you're the person who's supposed to receive it and you say, 'Yeah, I got it,' then as the shipper I make that in my log. 'Spoke to John on such-and-such day. Received shipment 5:07.' And that log is then maintained by me for inspectable, auditable purposes. MR. THOMPSON: This is James Thompson, Inspector. I probably talk loud enough for everyone to hear me. I'll move over anyway. What we've seen in the past, when through the inspections everything from a telephone call that was written down, 'I spoke to such-and-such on this date,' no --I've never seen a signature required on any of this

documentation, by the way. But just a -- and an email

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1 is a very popular way. You can print it out and keep 2 it there for inspection purposes. A facsimile; I've 3 even seen some of those maintained for inspection 4 purposes. 5 But it is actually a requirement as of now under the order to maintain this documentation for 6 inspection. I think part of what Susan is asking for 8 public input about whether we should codify that and 9 take it from the order and make it into the rulemaking process that we're talking about. So as of now it is 10 required under order, but we're kind of wondering the 11 12 stakeholder input as to whether that should be brought over and put into the rule. 13 MR. PRENDERGAST: Kent Prendergast again, 14 15 Radiologic Health Branch. Part 30 already requires records, the receipt, use, and disposal. 16 So we're 17 asking a verification and so you're really not asking for too much. 18 19 MR. RAKOVAN: Well, it depends. What should we be asking for. 20 MR. PRENDERGAST: No, I think what you're 21 asking for is appropriate. 22 23 MR. RAKOVAN: Okay, there we go. 24 MR. PRENDERGAST: You twisted my arm. 25 MR. RAKOVAN: That's the input we're

looking for.

Randy.

MR. SHEPARD: Randy Shepard with Impēva Labs. On your last point, 5.d., you talk about immediate capabilities. Somewhat earlier you had mentioned redundancy there, at least two means. Could you expand on that?

MS. BAGLEY: Yes. And I will touch again on it in communications. But redundant we mean two separate types of communication. So that doesn't mean two cellphones, AT&T and Sprint. It means a cellphone and CV.

and your CV, both of which operate off your car battery. Because if your car battery goes, then you've got neither. So you need to have two different types that, one, don't rely on the same transmittal mode, cell towers; and, two, the same power mode, your car battery. So that if one doesn't work, the other one does. So that's what we mean by separate and redundant.

MR. RAKOVAN: Anything else on this particular subject before we move onto the next topic?

Again, we're not necessarily closing discussion.

All right. Susan.

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MS. BAGLEY: Okay. Notifications. First, shippers must notify the NRC and affected is Texas before shipping. Seven-day requirement right now is in the orders.

Notification could be electronic or written. What's ever working best. I know for us electronic works really well at the NRC.

Requirement 2 ensures shippers and receiver are in touch at delivery time and initiate an investigation if the shipment is missing. And I know a lot of these things seem to appear in the different categories. It's just because we want to capture everything in every way we can so that there is no room to say, 'But I didn't know.'

Investigation would include calling a driver in the case of Category 1 shipment and tracking the package through the online process for Category 2 shipments.

And Requirement 3 requires that law enforcement, NRC, and the state authorities be notified if investigation reveals that the shipment may be lost, missing, or have been stolen. Here we're specifically looking for comments on the agreement state licensees and the method they use to contact the NRC. Because they are agreement-state licensees,

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however we feel very strongly that there is a shipment missing and it is an agreement-state licensee, that we would like to be notified. So whether that should be the responsibility of the licensee or the agreement state, because we are talking about prompt and immediate notification is an area we are looking for comments.

MR. RAKOVAN: Okay. Any discussion, input on notifications?

MR. SHEPARD: Randy Shepard, Impēva Labs. Again your point up above about the driver requiring to maintain control. One other type of notification that might be appropriate is if he or the shipment is compromised such that he is no longer able to maintain control, you know, i.e., a traffic accident or some type of breakdown or maybe a loss of his means of redundant communications, wouldn't that prompt a requirement for information?

MS. BAGLEY: That's a very good comment.

MR. PRENDERGAST: Kent Prendergast, Radiologic Health Branch. Currently the way it works now in the State of California is the licensees notify us, then we notify you guys. So in my opinion, again this is my personal opinion, that it would be -- it would be fine for the licensee to notify the HOO

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1	because they're there 24 hours a day. I know it's a
2	little more difficult to dig us up out of 24 hours a
3	day.
4	MR. RAKOVAN: And by the "HOO" you're
5	talking about the NRC Operation Center?
6	MR. PRENDERGAST: Right. Um-hum.
7	MR. RAKOVAN: Okay. Just want to make
8	sure that everyone knows who the HOO is.
9	MR. PRENDERGAST: The World Health
10	Organization.
11	MR. RAKOVAN: Oh, okay. I thought they
12	were a rock group of some sort. You know, why are we
13	calling Roger Daltry on that.
14	MS. BAGLEY: I think Dr. Suess has a whole
15	village called the Who.
16	MR. PRENDERGAST: The rock band.
17	MR. RAKOVAN: Any other serious comments
18	on this particular topic?
19	(Laughter.)
20	MR. THOMPSON: This is James Thompson
21	again. I would just like to bring up since we are
22	discussing different ways to comply with certain rules
23	if it becomes rule, and one of the things that I saw
24	through my RAMQC inspections over the past year was

that -- or should I say 12, 13 months -- is that that

notification time, some licensees were waiting till they had all the information to notify the NRC. Well, sometimes they didn't have all the information seven days in advance. So some of them was notifying the NRC with the information that they had before the seven-day time period and some of the licensees just waited until they had all the information, which sometimes was a day before the shipment.

And this seems to be a problem across the board because sometimes the carriers can't give them the exact information, all that seven -- I think there was about seven things they have to have in the notification, and they didn't have all that, so some of them wait.

And I guess what I'd like to see is what we come out with on those inspections findings is that licensees are expected to contact us within seven days of what they know about the shipment and then follow that up as soon as they get the other information, okay, because you're not -- it's obvious now to me after doing these inspections, the licensee is not always going to know everything at least seven days in advance.

So we're expecting as of now is for them to contact us with what they have at least seven days

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in advance and then after that follow it up.

MR. RAKOVAN: Does anybody want to react to what James said, positive, negative? Anybody want to piggyback on his comment?

All right. Fair enough.

Susan.

Any other discussion on the topics that we've gone over so far or should we go ahead and move forward?

All right. Let's move forward.

MS. BAGLEY: Okay. Before we begin to discuss the suggested communications enhancements, I'd like to define the concept of a communication center. A communication center is a seven-day-a-week, 24-hour number, place physically occupied by people who work there.

Now it could be your own company, if you have that capability and you set up a communication center. You don't have to call it communication center. You can call it operations center. You can call it central control, you can call it whatever you want. Or you can hire a company. There are lots of companies, they're the same companies that monitor home alarms and business alarms. They're a 24-hour company whose business is to respond and be there if

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needed. So that's what we mean by a communication center.

It doesn't mean you have to, you know, hire people and create your own. But you have to either hire a company or do it yourself.

In the area of communications we've talked about redundant meaning back up or a second means of communication. Well, not only does -- I mean I went through this earlier. While it doesn't mean the driver needs a second means of communication, but the second type of communication cannot be subject to the same interference or failures as the first. Okay, we've gone over that concept.

The third enhancement up here provides a passive mean of communication. This is the GPS type tracking where we -- because you're constantly sending a signal, there's a way for that company to know where you are. That communication center, that company that's doing the GPS tracking for you. Whether it's the carrier, a separate company or your own company.

The fourth enhancement requires the driver to periodically call the communication center. This goes back to that gentleman's comment there about what does the driver do if he has an accident, and things like that.

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The driver will set up before he leaves periodic call-in times with the communication center.

If he misses any of those times, then the communication center has a set of procedures on what they're going to do if he misses those.

The driver -- they can also have arrangements on, you know, what happens. And later we'll talk about some of those procedures on what happens if the driver needs to stop.

Notifications and procedures need to be in place.

And the final assurance feeds right into this with the procedures in place to provide guidance to the driver. Back, again, if he has an accident, what is he supposed to do, who is he supposed to call. Who does he call first. Does he need to call more than one person.

This is important because the carrier's already going to have this in place for his driver. It's his truck. The driver already pretty much knows what to do, but that doesn't satisfy those of us in this room's requirement because we're interested in the cargo. We're not so interested in that truck. We're interested in the cargo, where is the cargo.

So the driver also needs to know besides

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his carrier, is it then the carrier that's going to call the agreement state, the licensee, the NRC. Who -- or is it the driver who's going to be responsible to call the licensee, who's then going to call the agreement state, who's then going to call us. So that all needs to be defined. Again, not necessarily prescribed in the regulation, but defined in procedures. Unless you

have comments.

MR. RAKOVAN: That's all right. Any questions, comments, insight on communications? Yes.

MR. PRENDERGAST: I guess two things. is who's going to authorize or register or determine whether a communication center is adequate or not? guess will that be something that someone will provide and there will be a set of -- a checklist to see whether it meets all this requirement? Then that communication center is deemed appropriate, seeing as you --

I think -- maybe James can MS. BAGLEY: help out here. What happens is you set one up. James comes to check your program and then he validates whether it meets the requirements or not.

MR. PRENDERGAST: Because we see all kinds of things on licensees who listed a 24-hour emergency

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1	response number and they list my office number. They
2	list and that needs to be looked at.
3	MR. RAKOVAN: Shall we turn it back
4	MS. GIANTELLI: Yes.
5	MR. RAKOVAN: on you and ask you what
6	you think it should be?
7	MS. GIANTELLI: Yeah, that's what I was
8	going to ask.
9	MR. PRENDERGAST: Well, I think the NRC
10	should probably go out and authorize or register or
11	certify the appropriateness of some of these things or
12	provide very clear guidance so that someone looks at
13	them to make sure they contain the capability we
14	expect.
15	The other one would be you contact a local
16	law enforcement agency. I guess if you've got a long
17	route and there's going to be a whole bunch of
18	different jurisdictions along the way, who do you
19	what kind of procedures are you guys expecting him to
20	have with an local law enforcement agency.
21	MS. BAGLEY: So we've got two issues I
22	hear you say.
23	MR. RAKOVAN: "LOCAL LAW ENFORCEMENT
24	AGENCY"?
25	MR. PRENDERGAST: Local law enforcement

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1	agency.
2	MR. RAKOVAN: Thank you. I just want to
3	make sure.
4	MS. GIANTELLI: Lance, can I this is
5	Adelaide Giantelli.
6	MR. RAKOVAN: Of course.
7	MS. GIANTELLI: Shall I as Susan was
8	saying, you've identified two different issues. I
9	wanted to flesh out the first one a little bit.
10	You are saying that for the communication
11	center you'd like to see NRC authorizing them or do
12	you want to see possibly in the proposed regulation a
13	set of performance criteria for a communication
14	center?
15	MS. BAGLEY: Yeah. Or well written
16	definitions.
17	MR. PRENDERGAST: That sounds good to me,
18	a set of performance criteria that someone can look at
19	and it's, again like I brought this up earlier, it's
20	auditable.
21	MS. GIANTELLI: Okay. Okay. So then
22	and then for the second one, I apologize. The
23	MR. PRENDERGAST: I guess you find out
24	you're missing a shipment somewhere between Nevada and
25	Sacramento, you know, that's not good news. And the

1	other part is: Okay, who do we contact to go check
2	and see where that shipment is.
3	MS. BAGLEY: So that leads to the
4	procedures. So when we say you must have procedures,
5	again you are you suggesting that we should include
6	in those procedures local law enforcement contacts as
7	you drive through specific counties or 24-hour local
8	law enforcement contacts; is that
9	MR. PRENDERGAST: That would be difficult,
10	but I don't know how else you would do it to get the
11	right information. Kent Prendergast, Radiologic
12	Health Branch again, if you're worried about me.
13	MR. RAKOVAN: No, no. I just there was
14	a there was a nonverbal reaction in the back of the
15	room and I was prompting the person who made it to see
16	if she would come up and comment.
17	MR. PRENDERGAST: Well, bring it up.
18	That's a difficult it's a difficult issue of, you
19	know, who are you going to call.
20	MR. RAKOVAN: Did you want to come up and
21	say something or are you just
22	MS. YHIP: Kathleen Yhip, Southern
23	California Edison. The requirement for licensees to
24	check the proposed requirement for licensees to
25	start contacting the local law enforcement agencies

along a very long transportation route has a couple of challenges, first and foremost being the contact information. The contact person for a local law enforcement agency can change from time to time. And if I'm in California and I'm shipping to South Carolina, it is in many ways impractical for me to keep abreast of who the contact is for each local law enforcement agency in the various counties along the route.

The second aspect of that is as the licensee, while I understand security of a shipment is ultimately my responsibility, we narrow it in carrier space, which I believe, as the NRC said earlier today, is under DOT jurisdiction more so than NRC. So there are a couple of challenges I think when you look at imposing regulations on the licensee, not the carrier, in order to contact LLEAs.

MR. RAKOVAN: Thank you. Thanks for allowing me to bring you up.

Any other discussions or -- okay.

MR. SHEPARD: Randy Shepard, Impēva Labs.

The requirement for passing -- or telematics or automated tracking, does the redundant communications also apply to that?

MS. BAGLEY: Yes.

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1	MR. SHEPARD: Okay. Now a type of
2	interval seems appropriate; is that, you know, hourly
3	kind of updates? Obviously continuous is impractical.
4	MS. BAGLEY: Yeah. When I say redundant,
5	the GPS, you don't have to have two GPS systems. I
6	thought you were asking do they also have to have the
7	cellphone, yes.
8	MR. SHEPARD: Well, the information that
9	the GPS records on a vehicle is needs to be
10	communicated to the command, the communications
11	center.
12	MS. BAGLEY: Right. Yes.
13	MR. SHEPARD: Does it have to have two
14	ways redundancy in how it communicates that
15	information to the communication center?
16	MR. RAKOVAN: Should it?
17	MS. GIANTELLI: The intention
18	MS. BAGLEY: No. That
19	MR. SHEPARD: We think it should.
20	MR. RAKOVAN: Okay. There you go.
21	MR. SHEPARD: Commercial commercial
22	products that do that, so we think it should.
23	MR. RAKOVAN: I'm sorry. I'm sorry, what
24	was that?
25	MR. PRENDERGAST: Telephone. A handheld

GPS or a handheld telephone, cellphone, and the GPS would meet that criteria, because you've got two ways of communicating where you're at.

MS. BAGLEY: Okay. They're two separate -- they're two separate requirements, first of all. One is for the driver to be able to communicate that he is in trouble, okay. So that's where the cellphone, the CV radio, the computer in the car, the computer Qualcomm thing, that's -- or we want to find the driver. That's -- that's one requirement.

The other requirement, which is on Category 1 only, is to have something on that truck that's passive. The driver has no control over it, so that the communication center has a way of just knowing where that truck is, knowing where it is.

There are a lot of systems, geofencing can be used, and I don't want to get too technical here. But you can like put a big circle around New York City because you know the driver has family there and he's going to Brunswick and you want him to go -- you know his route is outside that way. And if he hits that border, it goes beep, beep, beep. Ah, he's going home to get some fried chicken from mom.

The systems are that sophisticated. And I know the systems will go to different cellphones. But

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1	we had really I mean cell towers and different ways
2	to do that. But I mean that's a good comment on how
3	prescriptive you want to describe the type of GPS that
4	you
5	MR. SHEPARD: Yeah. And the other one
6	would be related to geofencing,
7	MS. BAGLEY: Right.
8	MR. SHEPARD: so you could vary the
9	interval of updates depending on where you're at.
10	MS. BAGLEY: Right. Right. Right.
11	MR. SHEPARD: Or then the third you
12	mentioned is route deviation. You know, is that a
13	requirement. And these
14	MS. BAGLEY: Right.
15	MD CHEDIDD. Tubble last the
	MR. SHEPARD: I think, you know, with
16	MR. SHEPARD: I think, you know, with the state of commercial technology, these are things
16 17	the state of commercial technology, these are things
	the state of commercial technology, these are things
17	the state of commercial technology, these are things that should go in the regulation.
17 18	the state of commercial technology, these are things that should go in the regulation. MS. BAGLEY: So they're available and you
17 18 19	the state of commercial technology, these are things that should go in the regulation. MS. BAGLEY: So they're available and you think that we should include
17 18 19 20	the state of commercial technology, these are things that should go in the regulation. MS. BAGLEY: So they're available and you think that we should include MR. SHEPARD: Yes. Route deviation,
17 18 19 20 21	the state of commercial technology, these are things that should go in the regulation. MS. BAGLEY: So they're available and you think that we should include MR. SHEPARD: Yes. Route deviation, geofencing, redundant communications or the GPS data.
17 18 19 20 21 22	the state of commercial technology, these are things that should go in the regulation. MS. BAGLEY: So they're available and you think that we should include MR. SHEPARD: Yes. Route deviation, geofencing, redundant communications or the GPS data. MS. BAGLEY: Okay. Thank you, Randy.

1	talking about Category 1 only? Category 1 and 2?
2	MR. SHEPARD: No. I think Category 1 is
3	fine. I think Category 2, you said FedEx was fine, so
4	FedEx, UPS. So I'm on the same category, right.
5	MR. RAKOVAN: Anything additional
6	involving communications?
7	I see some grins towards the back, but
8	that's all right. We'll go ahead and move forward.
9	Susan.
10	MS. BAGLEY: Okay. This might get more
11	grins here. Enhancements that affect drivers. Preset
12	call-in times, preset stops. The driver should know
13	when we expect to hear from him and where he's allowed
14	to stop.
15	One driver always stays with the shipment,
16	always stays awake; and if the shipment is stopped,
17	checks the trailer for tamper indications while it's
18	stopped.
19	For rail shipments, an escort is required
20	whenever the railcar is not attached to a moving
21	train. And I know we talked about this a little bit
22	earlier. So that's for rail shipments. There's an
23	escort in what they call the marshalling area, that
24	would be required.

Not a good idea, good idea, too hard to

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1	do?
2	MS. YHIP: We provide written comments.
3	MR. RAKOVAN: You'll provide written
4	comments?
5	MS. YHIP: Yes.
6	MR. RAKOVAN: Don't want to get into it
7	right now?
8	MS. YHIP: No.
9	MR. RAKOVAN: All right. We respect that.
10	MS. BAGLEY: All right. That's what we
11	want, comments.
12	MS. GIANTELLI: This is Adelaide
13	Giantelli.
14	MS. BAGLEY: And suggestions.
15	MS. GIANTELLI: That's what we want to
16	hear. We are gathering that type of information. We
17	want to hear what works, what doesn't work. You know,
18	that's the type of feedback we are looking for in
19	these meetings, and that's how we want to help inform
20	this new rule.
21	If something is truly impractical and
22	but the concept of what we're trying to reach, you
23	agree with, give us a suggestion. I mean we want to
24	hear it. Thank you.
25	MR. CALDWELL: This is Bob again. And

that's the other item that you've alluded to. This is not the only time that we're going to take comments. Please, as you go through this, you see we've got it broken up into our seven different areas. you can scratch out those requirements, written in your new requirements, give us a little information of why you think this is good, this is bad. We're looking for anything. There's nothing sacred on any of these.

The only thing we're really asking for is your comments, your thoughts, and again I want to stress the basis. Because when we put together this technical basis, when we put together the proposed rule we've got to provide the Commission the pluses and the minuses to each of the actions and so that they can make an informed decision. And the only thing we want to do is the right thing. And so we want to make sure it's in the right perspective. that from the public and will only get the stakeholders.

MR. RAKOVAN: And we'll be going -- at the end of the meeting, we'll be going over how you can get your comments in after today's meeting as well. So we'll probably finish today with that information.

MR. THOMPSON: And this is James Thompson again. I went through the last 12, 13, 14 months of

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doing the RAMQC instructions. And I'm just now healing up from all the bruises. I got pretty beat up. So, you know, I heard a lot of very good constructive comments on how difficult some of the portions of the rule was to follow because of the circumstances which were out of the licensee's control. And I took note of all those.

But open forums like this are really good to discuss those issues because it's someone else thinking, remembering about something that happened to them eight months ago. 'Oh, yeah, now I remember. That was a problem with me too because when I tried to go to this safe haven, they wouldn't let me in because they didn't want the litigation liabilities.' Those are the kind of things that we need to discuss so we can -- when we come up with the rulemaking, it helps everyone out to do their job and not to introduce unrealistic burdens.

MR. RAKOVAN: Okay. You want to go first? Please.

MS. YHIP: Sure. Kathleen Yhip, Southern California Edison. A strong recommendation is that you guys talk to the railroads. They have unique constraints in terms of their labor for security clearances and also with regards to having an escort

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1	from outside the railroads themselves. At least
2	during discussions prior to the original orders and
3	advisories, railroads don't allow escorts that are not
4	railroad employees.
5	So I strongly recommend you actively
6	solicit comments from the railroads because when the
7	Nuclear Energy Institute went out and developed
8	guidance in response to the original safeguards
9	advisories and orders, some of the challenges that
10	were identified were clearly unique to the railroad.
11	So you probably want to make sure that you address
12	those.
13	MR. RAKOVAN: Thank you.
14	Randy.
15	MR. SHEPARD: Randy Shepard, Impēva Labs.
16	Given the technology for telematics devices, now
17	something you should consider is associated with your
18	geofencing is automated notification of unscheduled
19	stops. You can basically designate in the geofence
20	that the vehicle shouldn't stop and if it does that
21	that sends a message.
22	MR. RAKOVAN: Anything else on drivers and
23	assistants at this point?
24	All right. Susan, you want to go ahead
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and move onto the next one.

MS. BAGLEY: Need to know. Shipment information is only shared with individuals with a 2 need to know and information is not left on in the 3 4 open on desks and computers. 5 Understanding what is normal and preparing for the unusual. That's Number 2, understanding what 6 is normal. 8 Normal: Driver calls prior to departure. Sets up call-in times, provides name of assistant 9 driver, verifies duress codes. 10 That's normal. everyone needs to understand what normal is so they 11 12 can understand what is not normal. Contingency planning. Contingency 13 planning could include some of the following: 14 Identifies when to use authentication or duress codes; 15 provides training to drivers and assistants 16 17 communication center personnel on procedures. During an emergency should not be the first time 18 19 individual reads a procedure. That's it for this slide. 20 MR. RAKOVAN: Okay. Comment on procedure, 21 22 I'm guessing? 23 CARVER: MR. I have Mark 24 Entergy.

MR. RAKOVAN: Thank you.

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MR. CARVER: Have you thought about or how do you think that you'll have the inner involvement of the Safeguards Modified Handling Requirements, especially the ones that can't be disclosed? How are you going to make that part of the rulemaking?

A lot of the things we went over, the previous slides, have a lot of challenges for people when they have to deal with a communications center where they're not sure. If you talk about a company that just does home alarm system monitoring, how do I violated that they're the right people. At what level do I have to have somebody that's got a safeguards program in place and not to mention all the other requirements? Have you guys thought about that?

MS. BAGLEY: We understand the challenges and we appreciate the comments. What we're looking for is there are assurances that these and companies must give the other -the commercial companies. There are assurances that they must give the other businesses that they protect. If they're monitoring alarms for companies and homes, there must be some assurances that they have put in place to make sure that their people are trustworthy and reliable. So we're not saying that they have to do it just on your behalf. So.

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MR. RAKOVAN: Adelaide.

MS. GIANTELLI: Susan, I'm sorry.

This is Adelaide Giantelli. Your -- Mr. Carver, you're saying that you want the regulation to informed on how to handle communication also be centers and information managed at communication And whether not that material centers. or is designated safequards official only oruse or proprietary, what level of classi- -- designation -excuse me -- that material will have, is that what you're asking us to consider in the rule?

MR. CARVER: That is not only just the communication center, you're talking about the notifications, changes in notifications. If you look at the communications within the states, the initial contact from a list is put out to the Federal Register. You may make the contact, but the person there makes a -- contacts somebody else. So --

MS. GIANTELLI: Okay.

MR. CARVER: -- I need -- is that going to be part of something that's put out that we'll know how to do that. Or is that something that's even a concern? Because for a nuclear utility, every nuclear utility has a safeguards program. Whether we changed it and adopted the modified handling is different.

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79 But going out and imposing requirements on carriers, carriers who are my communication center or dealing with sending a fax, which is not encrypted, to the NRC, sending a fax or a communication to a state, how do I handle that as far as the inner relations between requirements and being --MS. GIANTELLI: And -- I'm sorry. MR. CARVER: Go ahead. MS. GIANTELLI: Adelaide Giantelli again. So you're also asking for some criteria on how to verify the state officials that you're working with as

Is that what I'm hearing as well? And --

MS. BAGLEY: I think he's talking about this shipment information going to is safeguards -- or safeguards modified information; is that what your question is?

MS. GIANTELLI: Right.

MR. CARVER: Wе make lot of communications. We make a lot of notifications. And we do a lot of different things and at the beginning in the planning stage of the shipment and coordination, it's some -- a lot of the information may be safeguards modified handling. Some of it may not be. It may be business disclosure. So --

> You're asking -- I was MS. GIANTELLI:

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hearing two questions. I was hearing first that -- or two considerations. First, make it clear what the information is designated if it safeguards business, proprietary, or, you know, whatever they are. Make it clear what our expectations are; is that correct?

MR. CARVER: Correct.

MS. GIANTELLI: And then the second comment, I heard that you were talking -- you were alluding to the state person can change. It's published every year in the Federal Register, but sometimes it's changed and you get told to call somebody else. Are you talking about verification of that second person or are you talking about limiting the number of people in the state you have to notify, that it's not, you know, ten people within a state that have to be notified?

MR. CARVER: Yes.

MS. GIANTELLI: Yes to both?

(Laughter.)

MR. CARVER: So it can be both. I mean it may be a different person, but the individual designated in the Federal Register may be the right person, but they're going to tell you somebody else. That's just the way it has happened at some utilities and some contacts.

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The third one you missed and I don't know if that's important or not, but are you going to codify some of the requirements that are still safeguard, some of the time requirements, some of the things that are in the enforcement action? Is that going to be part of the thought process or are you going to still have a separate publication?

MS. GIANTELLI: The -- what's the -- the plan right now is the rule will be publicly available, so the performance criteria, the physical protection plan you have to have I place, that's going to be publicly available.

MR. CALDWELL: Guidance on how you achieve that, we're going to try to minimize that, but there could be -- some of that could be safeguarded in terms of response times and things like that. But the rule is going to be publicly available. So.

MR. RAKOVAN: James, did you have something you wanted to add, interject earlier?

MR. THOMPSON: Yeah. I'd just like to say

I think those -- or some of the more important

comments I've heard as far as safeguarding material,

the RAMQC order has some very interesting concepts in

that it and that there were portions of it marked

safeguards, okay. But transmitting this information

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to facilitate the transportation of the material, you could transmit it as official use only, security-relating information. I'm not transmitting it as safeguards. The communication center to the NRC, to the agreement statements.

So that was something that I was not used to. And it was a little more difficulty to inspect against, but I think that's a very important question as to who gets the information and who -- how you get it to them.

And that's something that we talked about in the regions and with headquarters as well. And I think an important part of safe urgent information is a need to know. And the licensee can determine if someone has a need to know that information to get a specific job done. And so the way it's been, the way it is now with the orders that are out, you can transmit this information on a nonsecure fax and everything to your communication center, to the agreement-state people.

I guess I would ask maybe is that something that we're, as an agency, going to continue with and the rulemaking process is to allow something that -- in this bucket is safeguards information, but when it gets to this bucket we can treat it as not

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safeguards to facilitate the transport of this material. What are your comments on that, Adelaide, or anyone?

MS. GIANTELLI: We're going to take that into consideration.

MS. BAGLEY: Right.

MS. GIANTELLI: That's the kind of information we're trying to gather here.

MS. BAGLEY: Right. We obviously support the way it's being done now. We actually support. And if that's working, we need to hear that. But if it's not working or you have other suggestions, then that's part of this meeting. But we understand that the material has to go to a lot of people, and transmitting it is the issue, which is why we've allowed the use of fax or email to do it. Because the other part is getting -- getting them the information at the last minute. There may not be enough time for the adversary to have planned to attack.

So that's our rationale behind that. Whereas while you are planning the shipments at your company, there's a much more over-time involved adversary obtaining that information. So we to make it work without making it too onerous, so that's the rationale behind the way we do it now.

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1	MR. RAKOVAN: Does anybody want to
2	piggyback on that discussion or throw something else
3	out at this point?
4	MR. PRENDERGAST: We're going to wait for
5	you guys.
6	MR. RAKOVAN: You're going to wait for us.
7	That's all right because, as we'll talk later, we'll
8	let you know when the next, you know, chances you'll
9	have for public involvement. And there will be more.
10	MS. BAGLEY: Right. Right.
11	MR. RAKOVAN: All right. Susan, you want
12	to
13	MS. BAGLEY: Okay. This is my last
14	category for today: Portable and mobile devices.
15	Again, these are the devices that are used in the
16	course of someone's work. They by the mere fact of
17	what they are, they do not stay in one place. They go
18	to the worksite. For these specifically, they must
19	have two separate locking devices when they're in the
20	vehicle that's transporting them.
21	The vehicle must have a disabling feature
22	itself. The third bullet, on maintain access control,
23	is more than just locking the vehicle. It's also
24	maintaining control of those keys to that vehicle. Or

if not specifically the keys, maintaining access

24	(Laughter.)
23	slide.
22	MS. BAGLEY: You're going to my next
21	guess I'm looking for how the agreement states will
20	10 CF will this be part of 10 CFR, part 20? I
19	I guess the issue here is if you guys have, you know,
18	MR. PRENDERGAST: Uh-huh. This will be
17	MR. RAKOVAN: Just to be sure.
16	Radiologic Health Branch.
15	MR. PRENDERGAST: Kent Prendergast,
14	are just one more time.
13	MR. RAKOVAN: Sure. Can you list who you
12	question.
11	MR. PRENDERGAST: I've just got a
10	MR. RAKOVAN: Comments? Insight?
9	MS. BAGLEY: Category 2.
8	right?
7	MR. RAKOVAN: These are Category 2 only,
6	portable and mobile devices.
5	Again, this is specifically for those
4	entered the vehicle.
3	know that someone has illegally or unofficially
2	And the vehicle alarm system, is a way to
1	control to that vehicle.

slide. I'll get right back to it. 2 MR. PRENDERGAST: Because we do some of these things through license condition right now and 3 4 our particular license conditions is severely flogged, 5 so it doesn't carry out a bunch of those things. 6 MR. RAKOVAN: Hold that thought. MS. WELCH: Yes. 8 MS. GIANTELLI: Carry on. 9 MR. RAKOVAN: Any further discussion on 10 this particular set of requirements or, really, any that we've covered up to this point because I think 11 12 after this point we've got a few questions that we're going to throw out specifically, just to try to 13 facilitate some discussion. So just, you know, any 14 15 thoughts or -- as you've been mulling things over...? Okay. Adelaide, do you want to go through 16 17 the additional questions? 18 MS. GIANTELLI: Yeah. Yes, we have three 19 additional questions that wanted to solicit we specific input on. The first question is: Should the 20 staff revise Part 20 or Part 73 of our regulations? 21 And we can see reasons for revising either 22 parts of those regulations to address these type --23 these requirements that we just discussed. 24 10 CFR

the standards for protection against

Part

20

is

radiation. And in there there are specific requirements for reporting thefts or loss of licensed material. So in some cases there is some precedent for putting it in that part of our regulations.

10 CFR Part 73 is where we have physical protection of plants and materials. And that's where we have some requirements on other types of shipments, other types of material that are in transport.

Or if you think it should be somewhere else, we'd like to hear that. But we're -- as we've been saying, we are still open. We're all -- we can see pros and cons of different locations in the Code of Federal Regulations, but whatever suggestions you can give, we'd like to hear it.

MR. RAKOVAN: Anyone have some input that they'd like to share on this particular question, or does it even matter to you? I mean that's certainly a consideration.

MR. PRENDERGAST: Kent Prendergast, Radiologic Health Branch. Part 20 being the standard. Yeah, I guess that's how we implement radiation safety and security in the State of California, is through Part 20. So that's always a nice thing because everybody has that in common, so that's how we go from the agreement state program to the California

1	Radiologic Health Branch program, and carry those out.
2	So that's just a suggestion, but I'm sure there's
3	other ways to key it in.
4	MR. RAKOVAN: Okay. Any other input on
5	this particular topic?
6	Mark.
7	MR. PRENDERGAST: Is that a specific
8	would you alter 2201 or 10 CFR Part 20, 20201 to
9	change that just a little bit specifically or
10	MS. GIANTELLI: We truthfully, we
11	haven't thought that far in advance, whether it's
12	modifying that particular or adding another set of
13	requirements within Part 20 or even possibly pointing
14	
15	MR. PRENDERGAST: Because that's where
16	your current thing for loss is.
17	MS. GIANTELLI: Part 20 to Part 73.
18	It's it's that's why we want to hear everybody's
19	comments because your comment that, you know, you use
20	Part 20 to maintain compatibility
21	MR. PRENDERGAST: And that's our reporting
22	requirements, right.
23	MS. GIANTELLI: with your state
24	program, that is something we want to hear.

MR. THOMPSON:

25

James Thompson. I almost

1	feel like I'm part of the group asking questions here.
2	MR. RAKOVAN: Yeah. Okay. Let's shall
3	we remind you you do work for the NRC, James.
4	MR. THOMPSON: Got a paycheck to prove it,
5	no.
6	So my question, I guess, is standards for
7	protection against radiation almost to me that's
8	protection against radiation exposure, okay. Part 30
9	is kind of a catch-all part that deals with specific
10	licenses for Part 39 or '6.
11	So I guess my question would be since the
12	since the increased security for portable gauges
13	was put under Part 30, has it been entertained of
14	putting then presecurity requirements for
15	transportation under Part 30 as well?
16	MS. GIANTELLI: I guess like I said,
17	it's an open book. We can we can consider that,
18	yes.
19	MR. PURDY: Well, part of Gary Purdy,
20	NRC part of the argument to put it into Part 20
21	because Part 20 applies to everybody. Part 30 doesn't
22	apply to reactor licensees unless they have a specific
23	Part 30 license.
24	MR. PRENDERGAST: It doesn't apply to our
25	license, to agreement states either.

2

1	MS. BAGLEY: Got you.
2	MR. RAKOVAN: Okay. okay, should we go
3	ahead and move onto the next question?
4	Okay, Adelaide.
5	MS. GIANTELLI: Okay. The next question,
6	Question 2. This isn't quite worded correctly, but
7	the topic that we're interested in is how much
8	involvement should the states have in our process?
9	Should the NRC allow states to compel compliance with
10	security regulations or should NRC maintain that sole
11	responsibility?
12	MR. RAKOVAN: This ties back into what you
13	were saying earlier, right, Adelaide, about the common
14	defense and security. NRC can only have that, but
15	then there's also the protection of public health and
16	safety, which can be, you know, given to an agreement
17	state, so.
18	MS. GIANTELLI: Which meet yeah.
19	MS. MIRANDA: Just a comment.
20	MR. RAKOVAN: Please.
21	MS. MIRANDA: Grace Miranda.
22	MR. RAKOVAN: Hold on. Hold on. Pause.
23	Okay. Play. Who are you again, please?
24	MS. MIRANDA: Grace Miranda.
25	MR. RAKOVAN: Thank you.

1	MS. MIRANDA: Just a thought. If the
2	states are able to govern that, wouldn't that be a
3	problem when transporting through the different
4	states, that you'd have to meet different rules and
5	regulations for that state? I'm thinking of
6	transportation, so maybe that's this isn't the time
7	to bring that up.
8	MR. RAKOVAN: No, that's a valid concern.
9	MS. MIRANDA: Okay. So I think I'd like
10	to see it at the higher level.
11	MR. RAKOVAN: So you're saying
12	MS. MIRANDA: Where everyone's
13	MR. RAKOVAN: common defense and
14	security?
15	MS. MIRANDA: Yeah, the NRC. So there's
16	consistency.
17	MR. RAKOVAN: Okay.
18	MS. GIANTELLI: Okay.
19	MR. RAKOVAN: Thank you.
20	MR. PRENDERGAST: Kent Prendergast,
21	Radiologic Health Branch. You guys would do a much
22	better job than the states would do it. My
23	application will be on the desk.
24	MR. PURDY: This is Gary Purdy from NRC
25	again. Just to clarify that issue of consistency

1	across the states, there are different compatibility
2	levels between our regulations and the agreement-state
3	regulations. We can make it a compatibility B, which
4	would be essential the states' regulations would have
5	to match ours verbatim, so we could handle it that
6	way.
7	MR. PRENDERGAST: The states are a lot
8	slower, though. Kent Prendergast again. Like it
9	takes the State of California up to four years to, you
10	know, make a regulation that's specifically compatible
11	to NRC's.
12	MR. THOMPSON: James Thompson. Doesn't
13	that mean they have to be at least as stringent but
14	they can be more stringent?
15	MR. PURDY: Not for compatibility.
16	There's other ones that can be the other that are
17	the
18	MR. PRENDERGAST: They can try real hard
19	in some cases,
20	MR. PURDY: compatibility.
21	MR. PRENDERGAST: but they just don't
22	change the regulations in the proper amount of
23	timeframe.
24	MR. THOMPSON: Because I understand the
25	young lady's comment about we run into problems like

-- our licensees run into problems like that when it comes to reciprocity. You know, you'll be doing work in this state and then when you go to to this state the rules are different and then this state they're even more different, so they have to memorize all kind of different rules for each state they move in. A two-person rule, for example.

MR. PRENDERGAST: Question -- well, just a comment on that. Under reciprocity you've got two sets of rules you have to follow: The one that's in the license, so you have to do everything the license says you have to do, and this particular state itself rule. So in most cases it's a lot harder.

MR. RAKOVAN: Any further reaction to this particular question?

Okay. Adelaide, do you want to...

MS. GIANTELLI: Okay. Our last question, this goes to a petition that we received last year from the State of Washington. In that petition the State of Washington asked us to require GPS tracking on every portable or mobile device.

What we're calling for here is a bit of a straight survey question where we're interested in what basic technology companies are using to track the packages. We're interested if they're using global

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positioning satellite technology, radio frequency, indicating devices, is it accounting based, where we're trying to get a good idea of what technologies are being used out there. So any input that we can get on that, that would be helpful.

I want to -- and I should -- let me take a step back, too. We did grant consideration of the Washington state -- of the petition received from Washington state. It's not a given that we're going

step back, too. We did grant consideration of the Washington state -- of the petition received from Washington state. It's not a given that we're going to implement what they said, but we said we would consider it part of our rulemaking process. And this is where we're going to consider that petition, as part of this process and take technical basis development.

MR. RAKOVAN: Anybody want to share some input right now? Again of course we'll -- you know, this question and everything else we've discussed today we'll definitely be taking input on after the meeting, but anybody want to expound upon this one?

Doesn't look like it?

MS. MIRANDA: No, the only --

MR. RAKOVAN: Come on. You got it. You do it. You opened your mouth. You knew I was going to make you move.

MS. MIRANDA: Grace Miranda. Just a

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suggestion. And you've probably thought about this, to contact carriers to get some of their input, some trucking information from like the biq companies like Tristate Motor Transit and those kind of carriers. Thank you. MR. RAKOVAN: Randy. Randy Shepard, Impēva Labs. MR. SHEPARD: Is the NRC considering any type of demonstration, trial or pilot activity associated with technologies in preparation for this regulation? MS. GIANTELLI: This is Adelaide No, we're not -- we're not planning it as Giantelli. part of this. Wе are -- we are part of government working groups that are doing these types of pilot checks. Yeah. TSA has a pilot going MS. BAGLEY: on. MS. GIANTELLI: And we stay in contact with them, but we are not planning any specific pilot study on tracking methods. We are participating in the greater federal government program, looking at it.

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And I'm not sure if you remember the name of the

committee, but we are participating in the working

groups that do this at the federal government level.

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1	But we're not specifically doing anything, no.
2	MR. SHEPARD: Because obviously DOE has
3	programs.
4	MS. GIANTELLI: DOE
5	MR. SHEPARD: Possibly Department of
6	Defense we know is very active.
7	MS. BAGLEY: Yes.
8	MR. SHEPARD: And it might be recommended
9	that you look at the technologies that they're
10	implementing for their their higher priority. The
11	Department of State has also implemented a three-year
12	study and has conclusions.
13	MS. GIANTELLI: And Department of Homeland
14	Security has been doing several pilot studies. And
15	even even the Environmental Protection Agency has
16	done some as well, so we are in touch with them.
17	We're trying we're not overlapping studies. We're
18	trying to avoid that.
19	MR. SHEPARD: Or I guess our
20	recommendation would be to look beyond just the
21	Department of Homeland Security and TSA.
22	MS. GIANTELLI: Okay. Thank you.
23	MR. RAKOVAN: Anything else on any of the
24	questions or such before we go ahead and move forward?
25	Please. If you could identify yourself.

MS. BYRON: I'm Barbara Byron with the California Energy Commission and I just have not a question associated with these, but а question regarding train shipments. I know they're not part of this rulemaking, but to what extent do the current advisories and orders on a voluntary basis are they communicated with companies that are shipping materials through the United States, but they're located outside of the United States? GIANTELLI:

MS. GIANTELLI: We have asked the companies that transship through the United States to voluntarily follow orders in our advisories. To their credit, they have agreed to follow them. The -- right now the NRC does not have a mechanism to impose a requirement on those kinds of companies, because they're not an NRC licensee.

What I'm going to ask is are you asking us to reconsider our policy to this policy to consider transshipments?

MS. BYRON: I would think that in light of the number of shipments, transshipments through the state of California, that it would be -- it would be a good -- I think it would be a good recommendation to consider.

MR. RAKOVAN: Thank you.

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MS. GIANTELLI: Thank you.

MR. RAKOVAN: Any further discussion on any of the topics before go ahead and kind for one close things down, more or less?

Okay. Why don't we go ahead and go through the last couple of slides that we have.

Adelaide, are you going to do these?

MS. GIANTELLI: Yeah, I can do them quickly.

Our path forward, I've said this before, are to complete this technical basis. plans Basically write the document that what says requirements we want to add or revise in the existing regulations. And that's -- we're expected to do that by this spring, 2008. That will be used to inform a draft proposed rule or as the basis of the draft proposed rule, I should say. The plan is for that to be written and published -- while written, approved by the Commission and published spring 2009.

Again, we'll go through another public comment period at that time, gather comments, use those comments to -- respond to them and use those comments to inform the final rule. Again, it'll go through to the Commission for approval. And, if everything goes as planned, publish the final

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rulemaking in 2010.

Okay, next slide. Here is how to provide your comments now. We have a transcript of the meeting, so we have whatever comments we received today at the meeting on the transcripts. You can also put them on the form 659, the Public Meeting Feedback form, and that's another way to get the information to us.

Another way is by email to this nrcrep@nrc.gov. And you can also send it by regular mail to the chief, and here's the address. I don't think you need me to read that out.

And all the comments, we'd like to have them by February 8th, 2008. If we receive them by February 8th, 2008, they will definitely be considered in the technical basis and we will address them on our public -- respond to them on our public website on how we disposition the comment.

Any comments we receive after February 8th we will do our best to consider, but we can't guarantee consideration, so.

And that's really it.

MR. RAKOVAN: Okay. Before I turn things over to Bob just to kind of close this out, I just wanted to give one more opportunity in case anybody

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1 had any questions they wanted to ask or anything they 2 wanted to interject? 3 Becca. Becca, there's no way we're going 4 to be able to hear you, get you on the transcript, so 5 you better get up here if you're going to Don't be shy, and tell us who 6 something. Come on. you are. 8 MS. CLINTON: Rebecca Clinton, NRC. I was 9 just going to mention I think the website's on the 10 next slide. There was one more added. If they need the location of the website. 11 MS. GIANTELLI: Okay. 12 MS. CLINTON: Okay. 13 MR. RAKOVAN: Sorry, Bob. Why don't you 14 15 go ahead and close us down. Okay. Well, first off, 16 MR. CALDWELL: 17 again, thank you very much for coming here. We really appreciate it. We appreciate your time and effort. 18 19 Obviously we were hoping to have this auditorium filled. That's what we -- you know, one of the 20 reasons why we came to California. Obviously it's 21 such a beautiful day outside and have a hard time 22 23 getting people in. And I want to be outside myself. It's beautiful out here. 24

But as you go back, you know, we got some

good comments today, thank you very much, as you go back and you look through the documentation, I request that you pass it out to the other folks at your agencies, in your working groups, or whatever. Because the more comments we get now, the better the rule's going to be.

This is a unique opportunity. We're going out and trying to reach out for the public before we've formulated what we plan on doing. So please, you know, the more comments you give us, and comments with the basis for why to do one thing, why to do another, what issues have arisen in the past, what issues you think you can resolve, is going to make the document better. It's going to provide better balance when we provide it to the Commission, so that before it comes out and you get your next shot at it, hopefully it's not a complete rewrite from your perspective.

So again I request you go back, take a look at it. You can take these things that Susan just went through, cross them out, put in your new requirements and give us a basis for the facts in back. That doesn't bother me at all. The more information I get before we're doing this, the better product we're going to have right upfront. So this is

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a unique opportunity. Please avail yourself of it.

Please kick around anybody that you know should have been here and have them do something with it. We really need the information. And the sooner we get it, the better it is. But thank you very much for being here. Thanks for the weather too, you all.

(Applause.)

MR. RAKOVAN: Thanks.

(The meeting was concluded at 2:50 p.m.)