

### UNITED STATES NUCLEAR REGULATORY COMMISSION

WASHINGTON, D.C. 20555-0001

April 28, 2006

SECRETARY

### COMMISSION VOTING RECORD

## DECISION ITEM: SECY-06-0049

# TITLE: ACTIONS RELATED TO REGULATION OF MAXIMUM CONTAMINATION LEVELS FOR URANIUM IN DRINKING WATER

The Commission (with Chairman Diaz and Commissioner McGaffigan approving in part and disapproving in part, Commissioners Merrifield and Lyons approving, and Commissioner Jaczko disapproving) acted on the subject paper as recorded in the Staff Requirements Memorandum (SRM) of April 27, 2006.

This Record contains a summary of voting on this matter together with the individual vote sheets, views and comments of the Commission.

Afinette L. Vietti-Cook Secretary of the Commission

Attachments:

1. Voting Summary

2. Commissioner Vote Sheets

cc: Chairman Diaz Commissioner McGaffigan Commissioner Merrifield Commissioner Jaczko Commissioner Lyons OGC EDO PDR

### VOTING SUMMARY - SECY-06-0049

2

### **RECORDED VOTES**

	APRVD	DISAPRVD	NOT ABSTAIN PARTICIP	COMMENTS	DATE
CHRM. DIAZ	х	Х		Х	3/28/06
COMR. McGAFFIGAN	Х	Х		Х	3/24/06
COMR. MERRIFIELD	Х			Х	3/28/06
COMR. JACZKO		Х		Х	4/4/06
COMF: LYONS	Х			Х	3/30/06

# COMMENT RESOLUTION

In their vote sheets, Chairman Diaz and Commissioner McGaffigan approved in part and disapproved in part, Commissioners Merrifield and Lyons approved, and Commissioner Jaczko disapproved the staff's recommendation and provided some additional comments. Subsequently, the comments of the Commission were incorporated into the guidance to staff as reflected in the SRM issued on April 27, 2006.

# RESPONSE SHEET

TO: Annette Vietti-Cook, Secretary

Nils J Diaz

- FROM: CHAIRMAN DIAZ
- SUBJECT: SECY-06-0049 ACTIONS RELATED TO REGULATION OF MAXIMUM CONTAMINATION LEVELS FOR URANIUM IN DRINKING WATER

Disapproved X Abstain \_\_\_\_ X Approved\_ Not Participating

COMMENTS:

See attached comments.

SIG 06 DATE

Entered on "STARS" Yes V. No

#### Chairman Diaz's Comments on SECY-06-0049

I appreciate the staff's comprehensive analysis of the issue, and the full presentation of the pros and cons of all of the available options. I approve the following staff recommendations:

- Develop a new general license specific to drinking water treatment facilities;
- Use of enforcement discretion until a new general license is implemented, provided certain provisions are met to protect public health and safety;
- Issue a generic communication to describe NRC expectations with regard to water treatment facilities, and;
- Continue to review the R.M.D. Operations, LLC, license application as a multi-site service provider.

I disapprove the recommendation to develop the new general license as an interim final rule. The NRC has not regulated this industry before, and I believe that we should fully engage the water treatment industry and other external stakeholders, the Environmental Protection Agency, and the Agreement States on a proposed rule. Therefore, the staff should follow the normal rule development process for implementation of a new general license specific for drinking water treatment facilities.

Concerning the license application from R.M.D. Operations, LLC, there may be policy issues which need to be addressed before this application review can be completed (e.g., decommissioning responsibility). I expect that the staff will provide an analysis and recommendations regarding all policy matters to the Commission.

Since water treatment facilities are a new category of licensees, the NRC has a unique opportunity to utilize our communication tools to their full advantage. I urge staff to carefully consider the best ways to engage stakeholders in the rulemaking process and make this effort a positive example of NRC public outreach.

# RESPONSE SHEET

TO:	Annette Vietti-Cook, Secretary
FROM:	COMMISSIONER MCGAFFIGAN
SUBJECT:	SECY-06-0049 - ACTIONS RELATED TO REGULATION OF MAXIMUM CONTAMINATION LEVELS FOR URANIUM IN DRINKING WATER
Approved X	t w/comments Disapproved <u>K</u> Abstain
Not Participating	

COMMENTS:

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See attached comments.

SIG VRE JeUČ DATE

Entered on "STARS" Yes X No \_\_\_\_

#### Commissioner McGaffigan's Comments on SECY-06-0049

First of all, I believe that this paper, the staff requirements memorandum (SRM), and the Commission voting record should be made publicly available immediately upon completion of the SRM. There is nothing in this paper that should be kept from our EPA colleagues, Agreement States, or public stakeholders. The sooner this problem and our planned approach for addressing it are aired, the better the decision-making will be at the State and local level.

I approve the various staff recommendations with one possible exception. I simply do not understand why we can not complete a final rule in 20 months. This is not a profound rulemaking. Deep new technical insights are not required. The process of concentrating uranium at community water systems (CWSs) is extremely unlikely to expose workers or members of the public to anything more than a very small fraction of the public dose limit. The real issue seems to be disposal of the uranium once it is concentrated. It may prove to be a very attractive alternative feed for uranium mills. Or it may need to be disposed of at a low-level waste site or RCRA Subtitle C disposal site. We and our Agreement State colleagues presumably do not want this material going to landfills.

Coordination with the Agreement States will be necessary in the rulemaking, and that may result in some delay in getting a proposed rule before the Commission. But if the staff is transparent in developing this proposed rule, for example by putting draft rule language on the web site as soon as possible to identify issues and to obtain comments from EPA, the States, community water systems, and others, the proposed rule comment period and final rule development may proceed very quickly. In short, I would like to follow the normal proposed rule / final rule process and have that fail, before resorting to an interim final rule. If I were Director of NMSS, I would expect my staff to have draft proposed rule language on the NRC web page by June of this year.

I would also note that the fundamental problem here is that EPA's rule has inadvertently caused a fair number of entities to be brought under NRC regulatory authority. As discussed briefly in enclosure 4, three years ago the staff proposed seeking legislation to limit NRC authority to uranium and thorium that is extracted or purposely concentrated for the use of that material. I have great confidence that if the CWS uranium-bearing material had met the definition of technologically-enhanced naturally-occurring radioactive material (TENORM), the States and EPA would have been able to cope with this issue under their regulations and guidance. It may be time cnce again to reconsider the Commission's SECY-03-0068 decision not to seek such legislation, a decision which I opposed. That is not a solution that will take care of this problem in time fcr the community water systems. But I am more convinced now than in 2003 that it is the right thing to do.

I would also note that I wish that the staff had talked with the Agreement States about this issue before sending us this paper, as is the normal process for an NMSS paper. The staff has experience with a particular pilot project in Virginia, but the States, particularly Western Agreement States and New Hampshire, may have similar experiences. And the staff's solutions will only make sense if followed by the Agreement States as well as NRC.

I approve the staff's recommendation to issue a generic communication (GC) in partnership with the Agreement States to each CWS on EPA's mailing list which describes NRC's expectations of CWSs while staff prepares a proposed rule. Among the items that staff identifiec in Option 3 of Enclosure 5 for inclusion in a GC, the staff should take particular care to clearly address NRC's expectations for disposal of uranium-bearing materials. Compliance with NRC-approved alternative feed or waste disposal practices should be a principal consideration in NRC's decision to keep a CWS under enforcement discretion. Hopefully, the Agreement States will also take this approach for CWSs in their jurisdiction.

Under Option 2 of Enclosure 5, the staff states that it would be extremely difficult to identify which CWSs would require a specific license under NRC's current regulations. However, by working with EPA and the Agreement States, the staff should generate a list of CWSs that could fall in this category, ranked by the expected source material accumulation rate at each facility. This information should be used to risk-inform NRC's Regional inspection program (and hopefully the Agreement States inspection programs) for CWSs that are under enforcement discretion.

Finally, the staff should continue processing the R.M.D. Operations, LLC, license application. I personally see no extraordinary impediments to issuing such a license. Indeed, R.M.D. may well prove to be a very efficient means of dealing with the disposal issue, particularly if, as I suspect, the uranium-bearing material proves to be an attractive alternate feed for uranium mills. The staff should explore with Agreement States the reciprocity issue raised in the discussion of Option 1A in Enclosure 4.

# **RESPONSE SHEET**

TO:	Annette Vietti-Cook	Secretary
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FROM: COMMISSIONER MERRIFIELD

SUBJECT: SECY-06-0049 - ACTIONS RELATED TO REGULATION OF MAXIMUM CONTAMINATION LEVELS FOR URANIUM IN DRINKING WATER

Approved Disapproved Abstain
Not Participating
COMMENTS: See attacht coments.
SIGNATURE
DATE

Entered on "STARS" Yes 🖌 No \_\_\_\_

#### Comments from Commissioner Merrifield on SECY-06-0049:

I approve, with one exception and several comments provided below, the staff recommendations provided in SECY-06-0049, Actions Related to Regulation of Maximum Contamination Levels for Uranium in Drinking Water. This effort is a result of an unintended impact on the NRC of a regulatory change by EPA to its drinking water standards as a result of Congressional action. It could create a large number of new NRC licensees from a group of entities who never intended to become NRC licensees and could have a significant impact on them both operationally and financially. I complement the staff for developing proposed actions for adequately protecting the public health and safety and at the same time minimize the impact on this new community.

Although I approve the staff's plans to develop a new general license specific to drinking water treatment facilities, the effort should be a final rule not an interim final rule. While I acknowledge the potential challenges that must be addressed in the final rule, I believe it car be done in a shorter time frame than 30 months for many of the same reasons outlined in Commissioner McGaffigan's vote. Staff should proceed with a goal of 20 months for this effort. I believe if staff adequately communicates the purpose of the rulemaking and articulates the potential consequences of alternatives that there will be more general acceptance from the potential new licensees.

I agree with Commissioner Mcgaffigan that it would have been better for the staff to have worked with the Agreement States earlier in this process. Staff will need to expeditiously involve the Agreement States in future activities on this issue. In addition, staff should consider some type of communication to non-Agreement States. Even though the NRC regulates activities in these states, our actions could have a direct impact on an industry vital to the State's interest; and we should inform them of our activities and the justification for these actions.

I also approve the judicious use of enforcement discretion to minimize the impact on the drinking water treatment industry, NRC, and Agreement States until a new general license is implemented. A key to the granting of the enforcement discretion is the site owner agreeing to protecting the health of the public and its workers, safely managing the radioactive material, and appropriately disposing the material. The expectations of this effort should be clearly detailed in an overall generic communication to the water treatment community, as recommended by the staff.

Staff should continue to process the R.M.D. Operations, LLC license application as a multi-site provider and keep the Commission informed of this effort. Policy and legal issues should be elevated quickly through the management chain so that a decision can be reached in a timely manner on this license application.

Finally, I have no objection to the public release of this SECY paper, the final Staff Requirements Memoranda, and the Commission voting record.

<u> 3/28/06</u>

# **RESPONSE SHEET**

- TO: Annette Vietti-Cook, Secretary
- FROM: COMMISSIONER JACZKO

SUBJECT: SECY-06-0049 - ACTIONS RELATED TO REGULATION OF MAXIMUM CONTAMINATION LEVELS FOR URANIUM IN DRINKING WATER

Approved \_\_\_\_\_ Disapproved \_\_\_\_ Abstain \_\_\_\_\_

Not Participating \_\_\_\_\_

COMMENTS:

See attached comments.

Josthia (- Matteini for Gregory B. Jaczko SIGNATURE 4/4/06

Entered on "STARS" Yes x No

#### Commissioner Jaczko's Comments on SECY-06-0049 Actions Related to Regulation of Maximum Contamination Levels for Uranium in Drinking Water

I disapprove the staff paper to develop new regulations for the uranium recovered from drinking water facilities in response to new maximum contamination levels established by the Environmental Protection Agency.

I oppose this paper, because this issue has not benefitted from sufficient interaction with involved stakeholders. In this case particularly, many of the potential licensees, stakeholders, state officials and local officials affected by this action likely are unaware of the important policy decision currently before the Commission. There will be concern undoubtedly from many stakeholders about the ramifications of the Commission decision on this matter. As evidenced by the willingness of some treatment facilities to implement the EPA regulations earlier than necessary, there is tremendous public sensitivity to the regulation of uranium. I expect similar public concern regarding the Commission's decision regarding the regulation of the extracted uranium. By making the broad policy decisions about how to proceed on this issue without notifying the public, the Commission will potentially create a public backlash against any Commission decision.

The staff should have taken more initiative to provide the public with notification that this important decision - one that will initiate a far-reaching rulemaking effort - was being provicled to the Commission. Unfortunately, the staff chose to mark this paper "Official Use Only - Sensitive Internal Information", preventing the normal ten-day release to the public. There is nothing in this paper that deserves a marking of "Sensitive Internal Information." More importantly, the Commission would have benefitted from hearing the comments all the affected stakeholders, including water treatment facilities and local officials, may have provided if the staff had made this paper publicly available.

As the staff paper indicates, there is tremendous uncertainty about the facilities affected and methods expected to be used. This uncertainty is exacerbated by the fact that the potentially licensed facilities do not routinely interact with the Nuclear Regulatory Commission. Before the Commission makes a final decision on this issue. I urge my colleagues to make this paper available and delay taking action until stakeholders have an opportunity to provide the Commission with more information about the number and types of facilities that will be affected, the likely treatment methods that will be utilized, and the public health and safety consequences that will be expected.

The Commission could consider at a later date to use enforcement discretion on a caseby-case basis to handle the unknown number of facilities that may utilize a technology that produces sufficient uranium to require a specific license. At this point, there simply does not appear to be sufficient information to make an effective and efficient public policy decision.

ua (Attlan' 4/4/06 Date

# RESPONSE SHEET

- TO: Annette Vietti-Cook, Secretary
- FROM: COMMISSIONER LYONS

SUBJECT: SECY-06-0049 - ACTIONS RELATED TO REGULATION OF MAXIMUM CONTAMINATION LEVELS FOR URANIUM IN DRINKING WATER

Approved X Disapproved Abstain Abstain

Not Participating \_\_\_\_\_

COMMENTS:

See attached comments.

Peter B. Lyons

DATE

Entered on "STARS" Yes 🖌 No \_\_\_\_

#### Commissioner Lyons' Comments on SECY-06-0049

I approve the staff recommendations provided in SECY-06-0049 with the exception of development of a new general license specific to drinking water treatment facilities as an interim final rule. I agree with Commissioners McGaffigan and Merrifield that the rule should follow the normal proposed rule/final rule process because it is important that we obtain comments from the various stakeholders. I also agree with their comments on Agreement States coordination as early as possible and throughout the rulemaking process. I realize that going through the normal process might take longer, but the result will be a well coordinated and informed product. I also agree with Commissioner McGaffigan that the rulemaking could be shorter than 30 months by taking the various steps outlined by Commissioner McGaffigan as well as forgoing the rulemaking plan.

Staff should continue to process the R.M.D Operations, LLC license application as a multi-site service provider license. Staff should notify the Commission of any policy or legal issues that might arise during the license review process.

Peter B. Lyons Date