OFFICIAL TRANSCRIPT PROCEEDINGS BEFORE

THE SUPREME COURT OF THE UNITED STATES

DKT/CASE NO. 81-2399 & 82-358 TITLE METROPOLITAN EDISON COMPANY, ET AL., Petitioners v. PEOPLE AGAINST NUCLEAR ENERGY, ET AL.; and UNITED STATES NUCLEAR REGULATORY COMMISSION, ET AL., Petitioners v. PEOPLE AGAINST NUCLEAR ENERGY, ET AL. PLACE Washington, D. C. DATE March 1, 1983 PAGES 1 thru 42



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1 IN THE SUPREME COURT OF THE UNITED STATES 2 - - - -x 3 METROPOLITAN EDISON COMPANY, ET : 4 AL., : 5 Petitioners, : 6 : No. 81-2399 v. 7 PEOPLE AGAINST NUCLEAR ENERGY, 2 8 ET AL.; and : 9 UNITED STATES NUCLEAR REGULATORY : 10 COMMISSION, ET AL., : 11 Petitioners, : 12 : No. 82-358 v. 13 PEOPLE AGAINST NUCLEAR ENERGY, : 14 ET AL. : 15 - - - - - - - - - - - x 16 Washington, D.C. 17 Tuesday, March 1, 1983 18 The above-entitled matters came on for oral 19 argument before the Supreme Court of the United States 20 at 10:02 o'clock a.m. 21 22 23 24 25

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1 APPEARANCES: 2 PAUL M. BATOR, ESQ., Office of the Solicitor General, Department of Justice, Washington, D.C.; on behalf of the Petitioners. 5 WILLIAM S. JORDAN, III, ESQ., Washington, D.C.; on behalf of the Respondents.

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1 PROCEEDINGS 2 CHIEF JUSTICE BURGER: We will hear arguments 3 first this morning in Metropolitan Edison against People 4 Against Nuclear Energy. 5 Mr. Bator, you may proceed whenever you are 6 ready. 7 ORAL ARGUMENT OF PAUL M. BATOR, ESQ., 8 ON BEHALF OF THE PETITIONERS 9 MR. BATOR: Mr. Chief Justice, and may it 10 please the Court, this case involves Three Mile Island 11 Unit 1 nuclear power reactor, TMI 1. TMI 1 is one of 12 two units at Three Mile Island. It was in the other unit, TMI 2, that the Three Mile Island accident 13 14 occurred in March of 1979. 15 When that accident occurred, TMI 1 happened to be shut down for routine refueling, and it has been shut 16 down ever since, and this case involves its restart. 17 The question before the Court is whether the 18 Nuclear Regulatory Commission, before it may begin --19 before it may permit TMI 1 to restart, is required by 20 21 the National Environmental Policy Act, NEPA, is required to make an inquiry in order to predict whether and to 22 what extent psychological stress will occur on restart 23 because of the fear and anxiety of neighboring residents 24 25 that there may be a second accident at Three Mile Island.

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The government's central contention is that
 NEPA does not require administrative agencies to conduct
 an inquiry for the purpose of predicting fears that
 their proposed actions may engender.

5 The central purpose of NEPA is to require the 6 government to take a hard look at the impact of its 7 proposed actions on the natural environment, and on the 8 direct consequence of those interventions, and we argue 9 that stress caused by fear and anxiety that government 10 action may be harmful to you is not an environmental 11 impact, and is therefore not cognizant.

Now, I may give a humble example to the Now, I may give a humble example to the Court. If the government proposes to put massive amounts of fluoride into the water, of course, the government must make a scrupulous inquiry whether the fluoridation will be harmful or helpful to health. But our contention is that Congress did not contemplate that a separate and distinct inquiry be made into whether fluoridation will cause popular anxiety.

20 QUESTION: Well, isn't the question here 21 whether the Act of Congress and Congress itself intended 22 that that be a subject of the inquiry, rather than 23 whether in fact anxiety is aroused by these problems? 24 MR. BATOR: Yes, Mr. Chief Justice. Our 25 contention is that the statute, properly read, does not

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require the Commission to make such a subsidiary and
 distinct inquiry into the question of stress.

On the other hand, the Court of Appeals of the District of Columbia in this case held that it is not enough to do what the Commission in this case did, which is to engage in an extensive, an exhaustive inquiry into the question of the safety of restart, taking into account for that inquiry the painful lessons of TMI 2.

9 Rather, the Court ruled that apart from the
10 actual safety issue, stress resulting from fears about
11 safety is an independent factor.

QUESTION: Mr. Bator, can I ask you about your hypothetical? It seems to me that is different from this case, because there you are assuming an senvironmental impact, namely, the fluoridation, and psychological impairment of health as a result of an environmental impact. Is that correct? Are you saying that wouldn't be something you would look at?

19 MR. BATOR: We are saying --

20 QUESTION: Then you are arguing that 21 psychological health is not health.

MR. BATCR: No, Your Honor. We readily
concede that psychological health is health.
QUESTION: And you are saying you don't have
to look at it even if it's caused by a change in the

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1 environment? That's a different argument than your 2 brief makes.

MR. BATOR: No, our argument, Justice Stevens, is that there are two sorts of health impairments, including mental health impairments, that must be kept distinct. If the government intervenes in the renvironment, and the intervention itself directly causes health effects, including mental health effects, then that consequential impact must be considered in the NEPA process.

QUESTION: Well, that is your fluoride case.
It seems to me that's your fluoride case. I think you
may have picked a bad hypothetical.

14 MR. BATOR: No, our argument, Your Honor, is 15 that the -- maybe I -- maybe another illustration would 16 help.

17 QUESTION: I think maybe --

18 MR. BATOR: Because the role in which mental 19 health can come in is if there is a direct, almost a 20 traumatic consequence. That is, if the government 21 proposes to build an airport, and there would be a 22 tremendous amount of noise which would drive people mad, 23 or if the government licenses an emission of lead that 24 will cause retardation among children, then it seems to 25 us that that kind of mental health effect is like other

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1 health effects.

The crucial distinction between that and this case and the fluoridation case is the proposition about fear and anxiety. We don't think that anxiety produced by the fear of an environmental impact counts as an environmental impact.

7 QUESTION: What you are saying, I take it, is 8 that you don't need committees and parades and pickets 9 to draw attention to the vibration and the noise of an 10 airplane going over at 300, 400, 500 feet or 1,000 feet, 11 and that that is guite a different thing.

MR. BATOR: Yes, we believe it is quite a
different thing really for a number of very, we submit,
very profound reasons.

I would like to take it back to the statute, he because it seems to me that the key to this case is to ask the question, what was the central concern, what was the central focus of this statute.

19 This statute instructed the government to pay 20 more attention than it had heretofore done to the 21 impacts that governmental action has on the natural 22 environment. Now, that's not because Congress was in 23 some abstract way worried about the land and the water 24 and the air and plant life and animal life. Of course, 25 the ultimate purpose in worrying about those phenomena

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1 was to safeguard human health and human welfare.

But the central finding of NEPA was that insensitivity to the natural environment was dangerous, might produce dangers to man's health and welfare. And Congress created a statutory structure that rather insistently says that you must focus your attention on the environmental impact of what it is you do.

8 The statutory structure, as it were, puts two 9 hurdles before the agency. It says that the impact 10 statement is required only if the proposed action has a 11 significant impact on the human environment, and then, 12 importantly, the statute does not just stop there. It 13 doesn't say that all the effects of that impact must be 14 studied, only the environmental impact effects of that 15 action must be studied.

Now, we concede, Your Honors, that there is a 16 sense in which the restart of TMI 1 changes the 17 environment, and Respondent in this case argues from 18 that, well, they will restart TMI 1, and that is an 19 impact -- that is a change in the environment, and that 20 causes stress, but there is, we submit, a very critical 21 muzzle in that argument, because the stress is produced 22 not by the harmful consequences of the environmental 23 impact. There is no argument here that there will be a 24 25 change in the water or the air which then produces

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1 stress in any kind of traumatic way.

The point that is being made is that the stress is a product of people's anxiety and fear that there may be a second accident here. That is the impact that they are worried about.

Now, we think that the statute does not
require for the government to make this separate and
subsidiary inquiry, and we think it would be extremely
undesirable from the viewpoint of the purposes of the
statute to require this subsidiary impact.

We submit that it would really dilute and confuse the environmental impact process if this second order, rather confusing question -- see, you go through the first inquiry, and you say, is this plant safe?

15 QUESTION: There is no question, is there,
16 that the impact statement would have to consider the
17 possibility of another accident?

18 MR. BATOR: Yes, and in fact, did. If Your 19 Honors will look at the impact assessment that was 20 conducted in connection with this restart in the joint 21 appendix, there was an elaborate inquiry made into the 22 question of risk. That is, it is not our argument that 23 only certain impacts count. They have to, and we do 24 consider the question of whether restart creates the 25 possibility of a second accident, and that counts,

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1 because if there is such an accident, there would be a 2 dreadful impact on the environment.

But we sharply distinguish between that inquiry and the question whether on restart people will be simply frightened of that accident, whatever actual risks there are. That is, our submission, Your Honor, is that the intelligent way to deal with anxiety about accidents is to do everything possible under the sun to prevent them from happening, that is, that the rational way to deal with anxiety is to make this unit safe beyond a reasonable doubt, and to do it as openly as possible so that everybody understands the facts.

But to underlay that inquiry with a separate inquiry into the question of what people's subjective perceptions with respect to safety are seems to us to dilute the central inquiry, and we further submit that it really has very little to do with the environment.

18 That is, anxieties are not -- about safety are 19 not identical with, they are not even necessarily 20 parallel with concerns about the environment. There are 21 human anxieties about government interventions that are 22 relatively benign environmentally. And there may be 23 huge human anxieties about interventions that are not at 24 all benign.

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In other words, there isn't a tracking between

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1 the anxiety issue and the environmental issue.

Furthermore, the very process of the rule announced by the Court of Appeals in this case, that there must be -- that there is a legal rule that administrative agencies must make a formal inquiry in order to predict stress seems to us to create a confusing and diluting side issue into the real business of these agencies, including their concern for the environment.

10 That is to say that what will happen here is a 11 fiercely controversial struggle about proper 12 methodologies. We don't make the point that stress 13 can't be measured, but it is difficult, and it is 14 controversial, and the methodologies for doing it are extremely controversial, and what will happen here as 15 16 the opinion of the Court of Appeals stands, Your Honors, 17 we believe, is that there will be very, very elaborate batteries of experts quarreling here, and a very rich 18 opportunity for complicated procedures and complicated 19 20 litigation about whether the proper methodologies were 21 used, and whether the predicted stress was correctly and fairly measured. 22

Your Honor, I will take only one more minute
of your time. I want to draw the attention of the Court
to the actual procedural history of this case. This is

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not a case where shortly after the accident the Nuclear
Regulatory Commission said, well, let's start up this
other plant. That plant shut down in 1979. Since that
time, there has been an immense administrative
proceeding devoted to the question whether it is safe to
start it again.

7 There were hearings, interventions, written submissions. The oral hearings themselves took nine 8 9 months. They generated a 26,000-page transcript. These 10 hearings were devoted to the central problems of this 11 case, the questions whether it is safe to restart TMI 12 1. These were questions of the design, of management, of technical capabilities, of emergency planning, all 13 14 the other questions which the accident raised for TMI 15 1.

It was in connection with these proceedings 16 that the Commission did -- was guite aware that it had 17 to -- take account of compliance with NEPA, and it was 18 clear from the beginning that the stress question would 19 be a question here. Respondent in this case, a group of 20 residents near Three Mile Island, called People Against 21 Nuclear Energy, was the principal party pressing the 22 submission that stress and anxiety was an independent 23 issue in this case, and they made contentions before the 24 25 Commission, and they were the ones that took the case to

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1 the Court of Appeals in the District of Columbia.

So, what we have here is this curious parallel affair, the Commission engaging in this tremendously complicated and scrupulous process devoted to the guestion of whether this plant can safely be started up, keeping in mind all the time that we think that that kind of proceeding conducted fully in the open is the most rational way to deal also with the guestion of anxiety.

10 And then we have had this subsidiary, 11 complicated litigation devoted to the question whether 12 this other issue, this issue devoted entirely to 13 people's subjective perceptions with respect to safety, 14 is an independent issue, and that there is a legal right 15 to have that made an independent, formal subject of 16 inquiry.

17 QUESTION: Mr. Bator, I think that I am having some difficulty understanding the line that you want to 18 19 drwa here. If you concede that psychological concerns could be the proper subject of an inquiry in the case of 20 fluoridation of water or a lead poisoning situation, how 21 do you differentiate that from this situation? What is 22 the line that you draw in saying that it should be 23 24 considered in some instances but not others? 25 Is it because in this instance you argue that

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1 it has been concluded that it it safe to physical health 2 to restart it, and therefore it is only the anxiety 3 factor? What is --

MR. BATOR: Justice O'Connor, the line we would seek to draw and that we hope to persuade the Court to draw is really the line that is given to us by the statute. The statute says, the environmental impact statement must consider the environmental impact of government interventions.

10 If health consequences are a direct product of an adverse change in the environment as a result of 11 12 government intervention -- that is our airplane case, 13 that is our lead poisoning case -- then health effects come in. On the other hand, we would argue fiercely 14 15 that the fluoridation anxiety is not the kind of health 16 effect that has independent status, because a stress effect that is produced simply by anxiety about the 17 environment is not directly caused, as the statute 18 requires, by an impact on the environment. 19

In other words, we really think that the statute contemplates the wise policy that this strung-out subsidiary mental health effect be restricted to those situations where it is pretty clear that there is an actual change in the water, or the land, or in the air, that directly propagates some kind of mental health

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1 change.

2 QUESTION: I take it that your -- the other 3 side urges that without proving any change whatsoever in 4 the environment, or any threatened change, that anxiety 5 is --

6 MR. BATOR: Yes, there are many, many 7 government actions that create anxiety. If the 8 government licenses a dangerous drug, that creates not 9 only anxiety, it creates an actual health danger, but 10 the danger to health is not a product of an 11 environmental intervention, and therefore it isn't under 12 NEPA that those dangers must be considered.

13 If the government closes an Air Force base and 14 people are worried about unemployment, that is an 15 anxiety. If the government raises the tax rate, people 16 might go crazy with worry and fear as a result. There are a million ways in which the government affects the 17 anxiety level, but NEPA is a special statute. It really 18 deals with only one form of threat to man's welfare. It 19 is not an all-purpose welfare statute. 20

21 QUESTION: You would analogize this, I guess, 22 to building a prison. Neighbors are afraid there might 23 be escapes and the like, but that is not an 24 environmental hazard.

25 MR. BATOR: We believe that people's anxieties

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1 about the crime rate and about prison escapes are not an 2 environmental impact. That is our submission. 3 QUESTION: Well, is the fact of escapes, the 4 possibility of escapes from a prison an environmental 5 impact? 6 MR. BATOR: The -- there is at least one Court 7 of Appeals opinion that has indicated, at least, that 8 that may be. 9 QUESTION: What is the government's position? 10 MR. BATOR: The government is not absolutely 11 overjoyed by that proposition, but we think that in any 12 event it is wholly distinguishable from this one. 13 There is a -- There is a body of rather 14 intricate law under NEPA that deals with socioeconomic and other actual consequences that are called secondary 15 16 consequences. Even with respect to those, Your Honor, we would think that the statute requires that that kind 17 of socioeconomic effect come in only if it can be traced 18 direct to the environmental impact of the government 19 action, and that is why we have trouble in the case that 20 you gave, we have a hard time seeing exactly how it is 21 22 that there has been an adverse change in the natural environment, but it is, I suppose, a case that one can 23 confound oneself with. 24 QUESTION: Well, the line that you stated in 25

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1 response to Justice O'Connor's question like, I suppose, 2 most other lines, kind of blurs in places. 3 MR. BATOR: Yes. The government concedes that 4 there are hard cases, but we don't think this is one, 5 Mr. Justice Rehnquist. 6 Mr. Chief Justice, if I may, I would like to 7 reserve the remainder of my time for rebuttal. 8 CHIEF JUSTICE BURGER: Very well. 9 Mr. Jordan. ORAL ARGUMENT OF WILLIAM S. JORDAN, III, ESQ., 10 ON BEHALF OF THE RESPONDENTS 11 12 MR. JORDAN: Thank you, Mr. Chief Justice. 13 May it please the Court, quoting to the 14 Presidential Commission on the Accident at Three Mile Island, "That accident was the worst crisis yet 15 16 experienced by the nation's nuclear power industry. It resulted in the evacuation of tens of thousands of 17 people who lived in the area surrounding Three Mile 18 Island." And the President's Commission found that the 19 most serious health effect of that accident was severe 20 mental stress to that population. 21 22 PANE, my clients here, is an organization of 23 local citizens who have lived and worked in the Three 24 Mile Island area for many years, often for generations. 25 PANE has alleged before the Nuclear Regulatory

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Commission that the restart of TMI 1 would cause further
 health damage to this traumatized, sensitized population.
 The factual allegation has never been
 challenged. The Court of Appeals ruled that NEPA
 requires the NRC to consider the health damage in the
 unique circumstances of Three Mile Island in reaching a
 decision on the restart of TMI 1.

8 Indeed, the Commission itself has issued a 9 policy statement implementing the Court's decision in 10 which the Commission interprets that decision to require 11 consideration of psychological health damage only where 12 there has been a nuclear accident, and where there has 13 been a traumatized population, circumstances directly 14 comparable to those now before the Court.

15 They are discussed at Page 42 of our brief.
16 We believe the Commission's interpretation and
17 application of that lower court's decision is entirely
18 reasonable. In fact, we would be satisfied if the
19 Commission would simply implement its policy statement
20 here.

But this case turns on the language of Section 102(2)(c) of NEPA. That section requires environmental -- federal agencies to prepare environmental impact statements with respect to major federal actions significantly affecting the quality of the human

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environment. That is the trigger for when an EIS must
 be prepared. There is a two-part test. First, there
 must be an effect on the quality of the human
 environment. Second, that effect must be significant
 under the goals and the purposes of NEPA.

6 QUESTION: Mr. Jordan, where is that statute 7 set out? Do you have a handy reference to it?

8 MR. JORDAN: Yes, Justice Rehnquist. It is in 9 the appendix at the end of our brief, I believe the 10 first item in the appendix there. And I believe it is 11 on the second page of that appendix. I am not -- It is 12 102(2)(c).

13 This dispute, as you have just heard, is 14 centered around the question of whether this health 15 damage involves an effect on the quality of the human 16 environment. We believe it does. Indeed, we believe we 17 can accept the government's formulation of the 18 applicable test as it did in its brief, its initial 19 brief. There must be an effect upon the environment or 20 propagated through the environment.

I remind the Court that the Commission has just told you they do not dispute that psychological health damage is encompassed by NEPA if the environmental nexus test is met.

25 Of course, the environmental concern, the

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1 environmental impact that is of most concern here is the 2 health damage, but that arises as what the Council on 3 Environmental Quality regulations term an indirect 4 effect. That is in --

5 QUESTION: Mr. Jordan, can you give me just an 6 idea of what would alleviate the anxiety in this case? 7 MR. JORDAN: Well, that, of course, would be a matter for the Commission when the case goes back 8 9 there. In our view, we believe that at least one thing 10 that would alleviate the anxiety, in fact prevent the anxiety or -- we don't think that anxiety is really the 11 useful word here. The question is psychological 12 health. It would prevent the psychological health from 13 14 occuring if, in our view, TMI 1 is not restarted.

Now, there are a number of otherpossibilities.

17 QUESTION: Is that forever?

18 MR. JORDAN: In our view, if you didn't start 19 -- if you never started TMI 1, the health damage would 20 never occur. It is certainly a question of fact as to 21 what the best --

22 QUESTION: So the only way that your clients 23 can be satisfied is to just keep it shut down forever. 24 There is no other way.

25 MR. JORDAN: Well, as a matter of law here,

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Justice Marshall, the question before the Commission in dealing with the facts will be what is -- what should we do about this health damage that will occur? Should we -- what kind of mitigative action should we take? And I suggest --

6 QUESTICN: Assuming that I am the Commission, 7 and I am asking you, what would your answer be?

8 MR. JORDAN: We would argue to the Commission 9 as a matter of fact that the seriousness is so great 10 that in fact the reactor should not be restarted, but I 11 believe we would also argue to the Commission that if it 12 did not reach that determination, there are a number of 13 other mitigative actions that it might take, and those 14 have been discussed by amicus -- American Psychological 15 Association in this case, for example.

16 Some of those involve treatment of individuals, or providing the health care that is 17 18 necessary to deal with health damage. And I might note 19 to the Court that that is exactly like an action that the Nuclear Regulatory Commission is currently taking at 20 two reactors with respect to the damage of possible 21 radiation health damage. They provide potassium iodide 22 tablets to the population. That is not making the 23 24 reactor safer. That is treating the individuals. That 25 is very similar to the kind of thing one might do here.

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1 QUESTION: But is it not so that psychiatrists 2 or psychologist will tell you -- they have written it, 3 surely -- that a subject like the placing of Pershing 4 missiles in NATO countries in Europe causes great 5 anxiety to some people, to the point where they can't cope with daily life as a result of the prospect of 6 7 putting Pershing missiles in Germany and various other 8 places. Does is the rule of one psychiatrist about one 9 or two or three patients control these things? 10 MR. JORDAN: No, I don't think it does at all. 11 The question --12 QUESTION: Your people don't want this plant 13 at this site at all. Isn't that true? 14 MR. JORDAN: That -- My clients would prefer 15 that this plant not restart, but that is not -- that 16 does not answe the question of whether the one or even ten psychiatrists who all believe the same thing control 17 the outcome. They don't. That is very much up to the 18 Nuclear Regulatory Commission, which -- and in fact, I 19 think -- it has occurred to me that this is guite 20 distinct from the cases of where psychiatrists are 21 22 involved in court proceedings, such as in insanity defense or something of that sort. 23 This is an agency that has a great deal of 24

25 discretion.

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1 QUESTION: My thought was directed at the 2 Presidential Commission comments that you reported, 3 widespread apprehension. Was that apprehension any 4 different from the widespread apprehension that was 5 aroused by a campaign on fluoridation?

6 MR. JORDAN: I have never heard, Your Honor --7 That is a question of fact that I can't answer, but I 8 have never heard of psychological health damage 9 occurring as a result of widespread apprehension of 10 fluoridation, but I think to take the fluoridation 11 example it may be useful.

Assume that we have fluordation in the water, and assume that it, like Three Mile Island Unit 1, the fluoridation has been ongoing. Then it turns out that in fact fluoridation is dangerous, and perhaps like dioxin was dangerous at Times Beach, Missouri, and then the people are traumatized, and then we can see that there is psychological health damage in that population. It seems to me that is the kind of situation we have here.

But I think it is important to understand why it is that this is an environmental impact. It is not simply a federal action that causes health damage. This is an action that changes the environment at Three Mile Island. There will be the restart of the reactor, which

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1 has its own physical manifestations. It has steam 2 arising from the cooling towers, visible for miles. It 3 has low level radiation. It has a number of visible aspects of its operations, those all physical 4 5 manifestations. Second --6 OUESTION: Mr. Jordan? 7 MR. JORDAN: Sir. 8 QUESTION: What if the government puts in an 9 airport right adjacent to a city, and makes the 10 environmental statement and so forth, and ultimately the 11 airport is constructed, and there is considerable noise 12 that would have required an environmental statement, and 13 then the airport is shut down for, say, six months or a 14 year. Does the government have to file an environmental impact statement again when it decides to reactivate the 15 airport? 16 MR. JORDAN: I -- that is -- we are assuming 17 there are no changes in the way the airport is operated. 18 QUESTION: Yes. 19 MR. JORDAN: The environmental effects are all 20 the same. And there is no change in the requirements 21 22 related to the airport. I would say not. That is really the issue that is not -- it is not here that the 23 parties, as far as I can tell, have all agreed that 24 25 there is a major federal action here involving this

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1 restart, and the reason that it is not comparable to the 2 airport starting up with no changes in its requirements 3 or its operations is that in this case, there were 4 substantial license amendments as a result of the 5 hearing. There were changes to the operation of TMI 1 6 that resulted from the experience at TMI 2, the 7 examination of TMI 1, and so on, and substantial license 8 amendment changes, very similar to other license 9 amendments, for which it is my understanding that the 10 Commission routinely does an environmental assessment to 11 determine whether there is an effect or not. In fact, 12 they did an environmental assessment here. 13 QUESTION: Is an assessment the same as an 14 EIS? 15 MR. JORDAN: No, Justice Rehnquist. The assessment is, in effect, an initial look at the facts, 16 17 and in this case, indeed, we are seeking, although it hasn't been called that, we are seeking what is in 18 19 effect an assessment. OUESTION: Mr. Jordan. Excuse me. 20 21 MR. JORDAN: Yes, Justice Marshall. QUESTION: Isn't the real difference that 22 there was an accident here, and there wasn't an accident 23 24 at the airport? 25 MR. JORDAN: Well, I think that --

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1 QUESTION: Isn't there any significance to the 2 fact that there was an accident here? 3 MR. JORDAN: Absolutely. The fact that there 4 was an accident here is crucial. 5 QUESTION: Well, you've been hiding it. 6 MR. JORDAN: I'm sorry? 7 QUESTION: You've been hiding it as the answer 8 to this guestion. 9 MR. JORDAN: Not at all. That was exactly the 10 point I just wanted to get to. 11 QUESTION: I see. 12 (General laughter.) 13 MR. JORDAN: The second --QUESTION: When you get to that, tell us how 14 15 many people were injured and how many people were killed 16 in that accident. MR. JORDAN: Yes, sir. The next point, of 17 18 course. I have given you the first of the physical environmental changes, the restart with its physical 19 20 manifestations. The second is the fact that there -- it is really combined, if you will. There was an accident 21 at Three Mile Island Unit 1, and Justice Burger has 22 23 asked how many people were injured. I don't know of any 24 who were killed or who we know have any sort of 25 radiation physical injury.

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However, we do know from the President's
 Commission and indeed from later studies that there are
 a number of people who suffer from damage to their
 health, and that is what NEPA is about.

5 Now, the issue here, of course, is the 6 restart, and the restart brings with it the physical 7 reality of the potential for another accident. That is 8 a change to the environment at Three Mile Island. It 9 applies no where else, and it is inherent in the 10 environment there. That is what is really the source 11 for the health damage.

12 Of course, we have a traumatized population 13 now facing the possibility of another nuclear accident 14 in their environment, and under the CEQ regulations, I 15 will cite for you 40 CFR 1508.8(b) here, this is an 16 indirect effect of those first two environmental 17 changes. As such, it is an environmental change.

I would suggest it is cognizable under NEPA exactly as the potential for cancer from some federal action within an environment is cognizable under NEPA. There was a federal action. It results in a change within the environment, and health damage is the result, and there is no question whatsoever that any federal agency would have to examine not only --- not only the radiation or the amount of radiation that spewed forth

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1 from the facility, but the resulting health damage. 2 QUESTION: But how about in your drug that 3 might cause cancer example? You say that there would 4 have to be a statement with respect to the cancer 5 causing potential. Would there also have to be a 6 statement as to the psychological fear that by taking 7 the drug you might get cancer? 8 MR. JORDAN: You may have misread my example, 9 Justice Rehnquist. I was not referring to a drug that 10 might cause cancer, but to a federal facility that might cause cancer. I don't think that distributing a drug 11 12 causes an environmental effect. It is entirely 13 different for the reasons that we have addressed. 14 QUESTION: Well, let's take the environmental 15 impact, and the potential for causing cancer. 16 MR. JORDAN: Yes. QUESTION: Would the environmental impact 17 statement also have to cover the psychological fear that 18 19 cancer might be caused? MR. JORDAN: Again, I think it is important to 20 make the distinction. We are not talking about covering 21 22 fear. We don't care about fears, rational or irrational, that do not constitute damage to health. So 23 24 the guestion is --

25 QUESTION: Well, but the damage to health you

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1 are talking about --

2 MR. JORDAN: Yes.

3 QUESTION: -- comes from fear, doesn't it? I
4 mean, it is quite amorphous, really.

5 MR. JORDAN: Really, that's a question for a 6 scientist to answer. My understanding is that fear is a 7 component of it, and the fear arises from the physical 8 change to the environment with the result of health 9 damage, and I want to answer your example about whether 10 -- when there is a possibility for cancer one must 11 examine psychological health damage.

And I think the answer is, as with any environmental issue, an agency need not examine it unless there is a reason to examine it. The agency may say, we know of no reason to believe that the mere fact tha cancer is a possibility from this operation will cause psychological health damage.

18 If someone wants us to consider it, it must 19 make a threshold showing that in fact there is a 20 likelihood, a reasonable likelihood that it would occur 21 here. That is really what I think Vermont Yankee 22 clearly authorizes an agency to do.

23 QUESTION: So you say if a threshold showing 24 were made that psychological damage resulting in fear of 25 the cancer were made, the environmental impact statement

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would have to cover not only the potential for causing
cancer, but the psychological effect of fear of cancer?
MR. JORDAN: If people will be psychologically
-- their health will be damaged by a federal action
affecting their environment, and there is a real -- a
basis for that showing, and the agency has established
-- and in fact, I think the agency here has established
a threshold showing requirement of the pre-existing -- a
previous accident, of pre-existing traumatic
population.

11 That is a fact situation within the state of 12 the art in which reasonable predictions can be made 13 about the likely psychological health. That is the kind 14 of threshold showing that an agency could establish.

15 QUESTION: Well, the -- I take it -- you said 16 the agency has to respond to a showing by a group such 17 as yours since the agency certainly didn't try to 18 establish the thing. It was more or less pushed on it 19 by your group.

20 MR. JORDAN: Well, and we believe in fact if 21 that -- if the showing is made --

QUESTION: The agency has to respond.
MR. JORDAN: -- the agency has to respond, but
it does have the authority to set that threshold.
QUESTION: Supposing that the government is

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contemplating a public housing development in a
 neighborhood where a great many neighbors oppose public
 housing, and genuinely fear what the effect of public
 housing is going to be on the value of their houses,
 their neighborhood, and the like.

Now, could they come into the agency that was responsible for that development and make a showing from -- say a doctor testifies that there are genuine psychological problems here. These people are so obsessed with their dislike of public housing that they are going to have psychological damage if it goes through. And say the agency has to consider that kind of thing?

MR. JORDAN: No, and in fact I think that gives us a good place to see the distinction. You go back to the statute. Is there an effect on the renvironment? That is the question. NEPA is not about the relationships among human beings. It is about the effect that the environment has upon human beings.

20 QUESTION: Well, but that is certainly a 21 change in the environment, and the change is thought by 22 some -- is feared by some people, and you can get a 23 doctor to testify that there is psychological damage. 24 MR. JORDAN: I would suggest that that in fact 25 is not, and we have argued in the brief that that is not

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1 a change in the environment under NEPA.

2 QUESTION: Well, where is the bright line, or 3 at least a gray line?

MR. JORDAN: Well, I think there is -- the bright line can be drawn between that example and the case before you now. In this case, we do not have the relationships among people that is at issue. We have a physical change within the area where these people live. A physical, not a social --

10 QUESTION: Why isn't the construction of 11 housing a physical change? I just don't follow your 12 argument at all.

13 MR. JORDAN: Well, I think the construction of 14 housing -- construction of housing is a physical change, 15 but it has not the slightest relationship by itself to 16 the effect of the psychological damage. That is --

17 QUESTION: Well, I know, but the doctor18 testifies it does.

MR. JORDAN: I don't think the doctor would
testify that constructing the housing is what causes the
damage.

QUESTION: Suppose instead of housing it werea prison for irreconcilables.

24 MR. JORDAN: Well, what was held in -25 assuming they were irreconcilables -- I don't think they

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1 were -- but in the Hanly v. Kleindienst case, the second 2 of the two Hanly cases, the Court held there that the 3 agency needed to examine the likelihood of an increase 4 in crime in that neighborhood.

5 The increase in crime, as we read it, arises 6 not from the -- it arises not from the construction of 7 the jail that was at issue there, by which I mean it 8 doesn't arise from the bricks and the mortar and the 9 actual physical construction of the building. Rather, 10 it arises from the change in the character of the 11 neighborhood that for some reason promotes the crime, and crime is a significant concern under NEPA in the 12 urban environment, and so that is what the Court there 13 held has to be -- the Court held there that that 14 potential increase had to be considered. 15

16 Now, here, we have --

17 QUESTION: Does NEPA specify crime?
18 MR. JORDAN: I believe NEPA -- Certainly the
19 legislative history does, and there is no question of
20 that.

21 QUESTION: How do we know just from the 22 language of the statute that crime must be considered 23 where you suggest other things need not be considered? 24 MR. JORDAN: If I recall correctly, Section 25 101 -- I'm sorry, Section 2, the introductory section,

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refers to crime. I could be incorrect. But there is no
doubt from the legislative history that crime was a
concern of the statute, speaking in particular of the
urban environment.

5 But we have a case here that is even more 6 physical, if you will, more environmental than the Hanly 7 2, the jail character of the neighborhood case. We have 8 a case where there is a change in the environment.

9 QUESTION: Mr. Jordan, may I move away from
10 crime, back to nuclear energy?

11 MR. JORDAN: Certainly.

12 QUESTION: Let's assume that a new nuclear 13 plant is proposed to be located 25 miles from Three Mile 14 Island. What would your position be with respect to 15 it? Or move it ten, or move it --

16 MR. JORDAN: Okay, it's a new --

17 QUESTION: It's a brand new plant.

18 MR. JORDAN: -- nuclear plant?

I think then the question -- you are doing a very much similar thing to restarting TMI 1. Let's assume it is right on Three Mile Island, on the island itself. It seems to me that probably the example is the same. You have to examine -- you are taking -- you are doing exactly the same physical change to the environment.

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1 QUESTION: So your short answer is that you 2 would oppose the construction of one 25 miles away? 3 MR. JORDAN: I can't tell you whether my 4 clients would oppose the construction of one 25 miles 5 away or not. 6 QUESTION: Is there a limiting principle to your position? Is it mileage? Is it new plants versus 7 8 old plants? 9 MR. JORDAN: No, I -- it is whether the 10 environment --11 QUESTION: Is it --12 MR. JORDAN: It is whether psychological 13 health damage can be expected to occur within that 14 environment, and I think the question here would be, it 15 would really be a matter of fact as to whether that had the effect on these -- this population that TMI 1 has. 16 17 You have given the one example that no one else has to me, which is, what if you do the same thing to the same 18 19 population, but not with Three Mile Island Unit 1. 20 QUESTION: Even apart from the same population, Mr. Jordan, in view of all of the publicity 21 that the accident had in Three Island, do you think the 22 people of the United States would have any substantially 23 24 less apprehension -- I am not talking about all the 25 people, but some people -- about a new plant that is

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1 proposed, or indeed about existing plants?

2 MR. JORDAN: Well, in fact, I suspect that 3 generalized concern is greater than it was before Three 4 Mile Island -- the Three Mile Island accident occurred, 5 but the question is not one of apprehension or even 6 fear. The guestion is psychological health damage. And 7 I don't think there's another community -- someone 8 living in Chicago or somewhere else --9 QUESTION: I thought you --10 MR. JORDAN: -- there is no showing they would 11 be traumatized. 12 QUESTION: I thought you had argued initially 13 that this health damage comes from anxiety, apprehension, and fear. 14 15 MR. JORDAN: The health damage arises as a 16 result of the physical change to that environment, and 17 there is -- fear is one aspect of the cause of --QUESTION: What evidence is there that this 18 physical change has occurred independent of what you had 19 20 argued initially, that it is anxiety, apprehension, and fear generated by the fact of the accident? 21 22 MR. JORDAN: No, I'm sorry. I may have lost 23 you. It is not -- we are not -- we are talking about 24 two --25 QUESTION: Well, you said that was your

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1 argument.

2	MR. JORDAN: We are talking about really two
3	points at which trauma occurs, has occurred and, we
4	expect, will occur. The first is when the accident
5	itself happened. There is evidence in that case, from
6	the Presidential Commission and other studies, of
7	psychological health damage. Now I am talking
8	QUESTION: From what? From what?
9	MR. JORDAN: From what these people lived
10	through when the accident occurred.
11	QUESTION: Anxiety, apprehension, and fear.
12	MR. JORDAN: Anxiety, apprehension, and fear
13	were doubtless among the causal relationships between
14	the physical occurrence of the accident and their
15	traumatization, and they may well have in fact, they
16	probably did have exposure to low level radiation.
17	QUESTION: Let me change Justice Powell's
18	hypothetical. Not 25 miles away, but suppose they
19	decide they are going to just make this Three Mile
20	Island, that whole plant a museum, close it except as a
21	museum, take all the dangerous materials out of it, and
22	let visitors come, but right alongside of it they are
23	going to build a new, presumably safer, modern plant.
24	Then, I put to you the guestion Justice Powell put to
25	you. Would you have the same objections to that new

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1 plant that you have to reopening the old one, when it is 2 right next door, 200 yards away?

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3 MR. JORDAN: I can't -- what all the 4 objections would be, I don't know, but if the -- the 5 question would be, would psychological health damage be 6 caused, and I must say I expect that with this existing 7 traumatized population, the answer would be, yes, there 8 is a basis for saying in this case, as we see in no 9 other, that the psychological health damage must be 10 examined in that situation, but that's a unique case of 11 Three Mile Island. 12 QUESTION: May I ask you a question? 13 MR. JORDAN: Justice Stevens. 14 QUESTION: Supposing you had -- perhaps it is 15 an unlikely situation -- but a restart situation, you 16 restart Three Mile Island, but assume that you could do it in a way that would cause no effect on the physical 17 environment. Say you had no smoke come out of the 18 smokestacks, and no -- the water discharge would be 19 exactly like everything else. No physical impact on the 20 environment. Would you have a case then? 21 MR. JORDAN: I think we would, and the reason 22 23 that we would is, you have assumed no effect 24 whatsoever. I am afraid I will have to --

25 QUESTION: See, the government is arguing no

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1 causal connection. 2 MR. JORDAN: Yes. 3 QUESTION: I say, well, let's take it one step 4 further and say no impact at all on the physical 5 environment. MR. JORDAN: Okay. 6 QUESTION: How do you get within the statute 7 8 in that case? 9 MR. JORDAN: I gave you really a three-part 10 test or a three-part showing of environmental impact 11 here. The first was the initial impacts of operation of 12 the reactor. QUESTION: I am saying there are none. 13 MR. JORDAN: I think that is what you have 14 just eliminated. 15 16 QUESTION: Right. 17 MR. JORDAN: You remain in that environment 18 with the potential for an accident. Unless you have 19 eliminated that from your hypothesis --QUESTION: Say you have analyzed the -- say 20 you conclude there is zero potential, just 21 22 hypothetically. 23 MR. JORDAN: I would --QUESTION: But your people don't believe it, 24 25 you know.

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MR. JORDAN: Yes.

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2 QUESTION: But the statement says there is 3 zero potential.

4 MR. JORDAN: Justice Stevens, we have addressed that in our brief in a footnote, because the 5 -- I believe it was the utilities claimed that we were 6 making that argument. Of course, in fact, we're not. 7 Our -- the allegations that have to be considered as 8 9 true here take into account the potential for the accident, so in fact that's not the case here, but 10 assuming that it were in some way absolutely impossible 11 12 for that to happen. I think that you still have the physical change to the environment by virtue of the 13 14 existence --

15 QUESTION: Well, that is my -- my hypothesis
16 is that you don't. That's my hypothesis.

17 MR. JORDAN: Um-hm.

18 QUESTION: Is the mere --

19 MR. JORDAN: Nonetheless, I would have to 20 answer that by saying there is still a physical change 21 even within that reactor. There is a difference, and it 22 it locatable to Three Mile Island and no where else, and 23 the environment in which these people live becomes 24 unhealthy to them because there is a physical change in 25 it, although it is certain to remain inside the reactor,

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1 because the guestion is going to be here psychological 2 health damage, as we have shown, is cognizable under 3 NEPA and was a concern of Congress. In fact it was in 4 virtually the second paragraph of Senator -- statement. 5 QUESTION: Isn't that true as long as the 6 plant is there? MR. JORDAN: I'm sorry, Justice Marshall? 7 QUESTION: Isn't that true as long as the 8 plant exists, whether it is started up or not? 9 MR. JORDAN: That -- I don't see a reason to 10 say that. There would be no -- There would certainly be 11 nothing -- more trauma that had already happened as a 12 13 result of the Unit 2 accident. Again, we are, in that 14 case, we are -- not is the same as the allegations that 15 we have made. Thank you, Mr. Chief Justice. 16 CHIEF JUSTICE BURGER: Do you have anything 17 18 further, Mr. Bator? MR. BATOR: Not unless there are questions. 19 CHIEF JUSTICE BURGER: Thank you, gentlemen. 20 The case is submitted. 21 22 (Whereupon, at 10:54 o'clock a.m., the cases 23 in the above-entitled matter were submitted.) 24 25

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UNITED STATES NUCLEAR REGULATORY COMMISSION, ET AL., Petitioners v. PEOPLE AGAINST NUCLEAR ENERGY, ET AL #82-358

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