Interior insulation not considered due to problems associated with mositure becoming trapped in insulation and the problems it can cause. However, if you have a dry basement and can ensure control of moisture and it's problems then use

Interior Insulation: Materials

will also shrug off minor wetting.

high density glass fiber (Thermafiber) that will accept wetting without losing significant fill / shape and insulation properties, along with being less hospitable to insects and vermin. Also use pressure treated studs and air tight dense glass drywall which