

ANNUAL ASSESSMENT MEETING

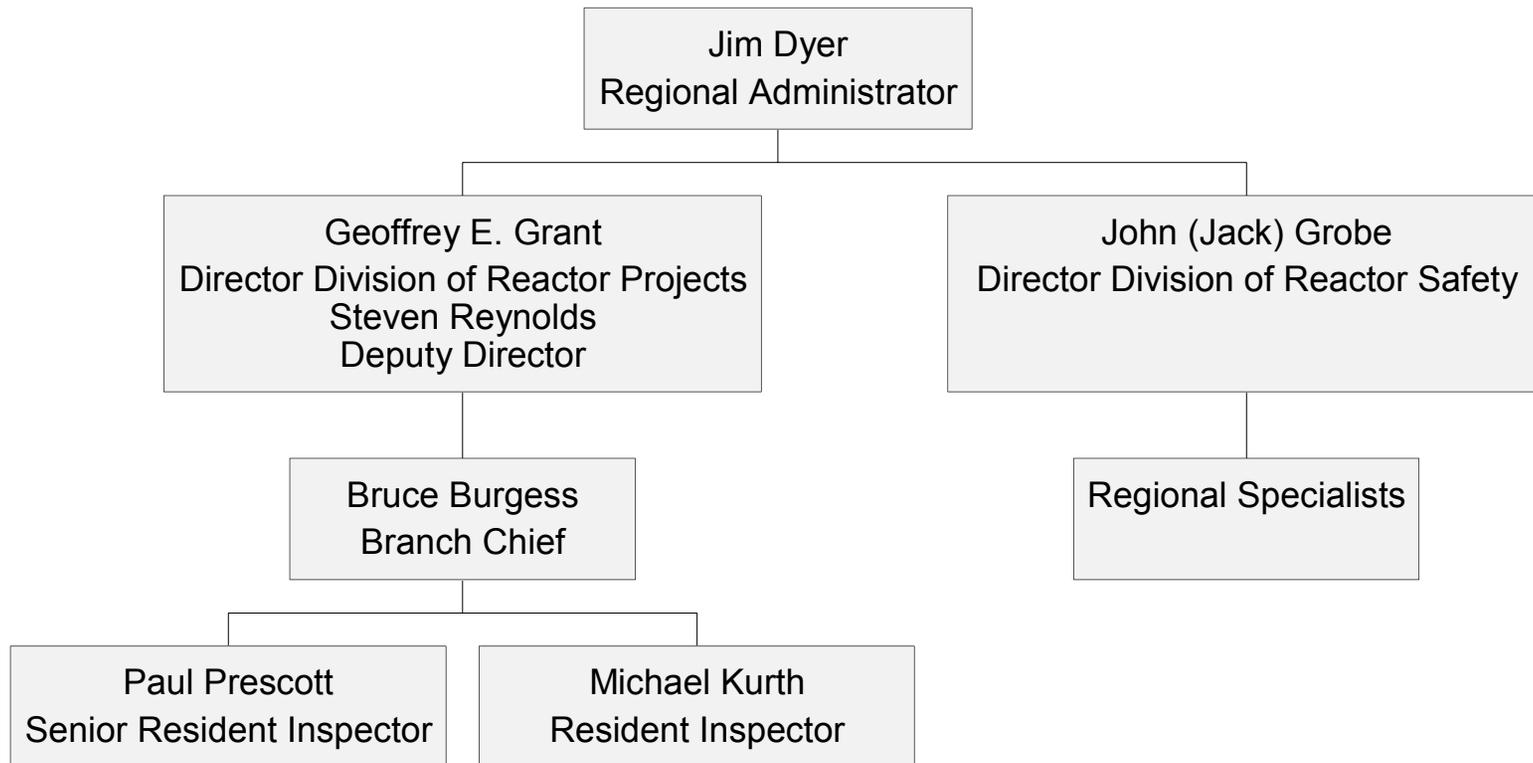


Nuclear Regulatory Commission

Agenda

- Introduction
- Review of Reactor Oversight Process
- Discussion of Plant Performance Results
- Licensee Response and Remarks
- NRC Closing Remarks
- Meeting with the Licensee adjourned
- NRC available to address questions from the public

Region III Organization



NRC Representatives

- Bruce L. Burgess, Chief, Projects Branch 2
 - (blb@nrc.gov (630) 829-9629)
- Paul Prescott, Senior Resident Inspector
 - (pfp@nrc.gov (319) 851-5111)
- Michael Kurth, Resident Inspector
 - (mfk@nrc.gov (319) 851-5111)

Reference Sources

Reactor Oversight Process

<http://www.nrc.gov/NRR/OVERSIGHT/ASSESS/index.html>

Public Electronic Reading Room

<http://www.nrc.gov/reading-rm/adams.html>

Public Document Room

1-800-397-4209 (Toll Free)

NRC Activities

- Ensure nuclear plants are designed, constructed, and operated safely
- Issue licenses for the peaceful use of nuclear materials in the U.S.
- Ensure licensees use nuclear materials and operate plants safely, and are prepared to respond to emergencies

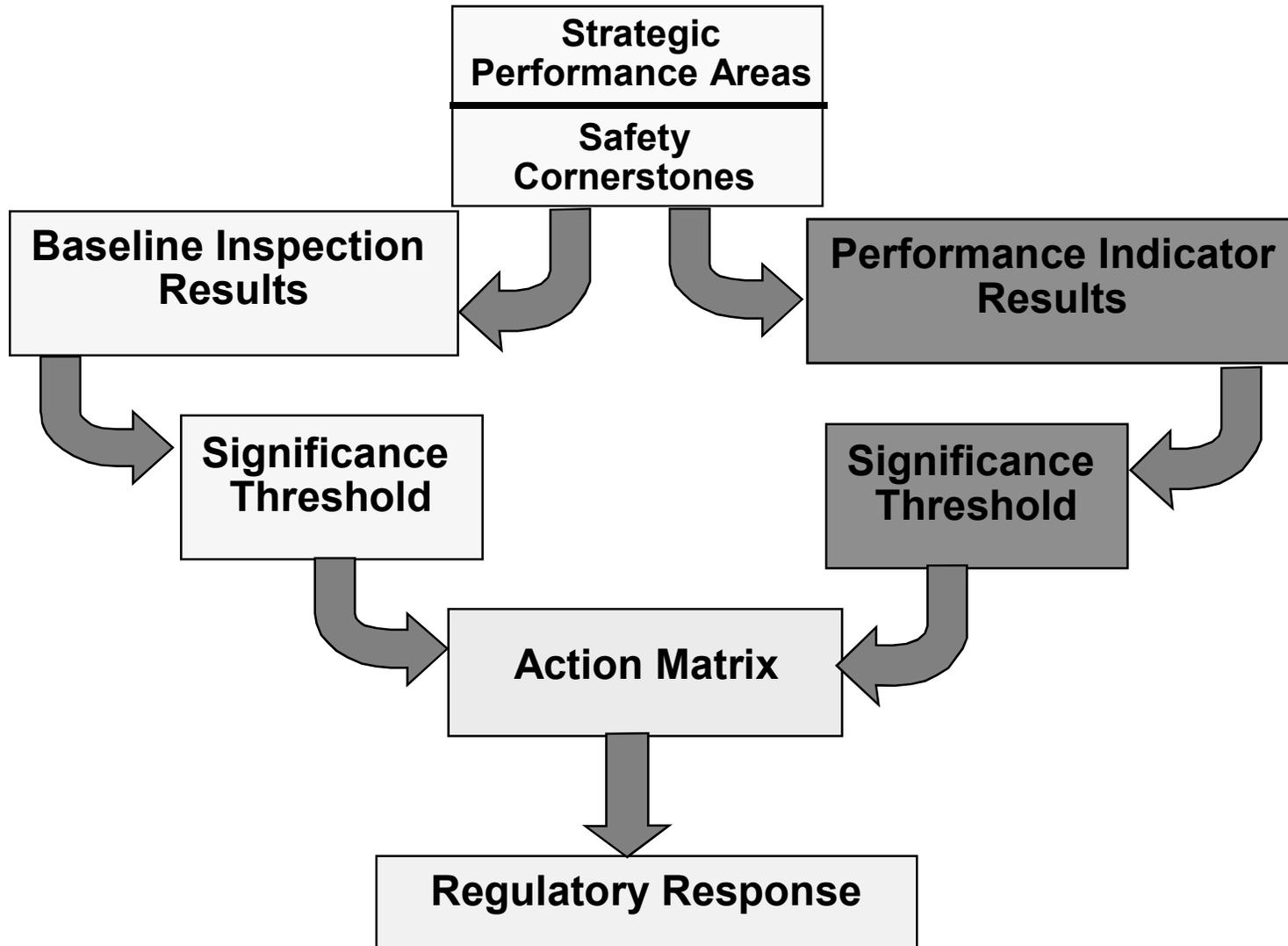
NRC Performance Goals

- Maintain safety and protect the environment
- Enhance public confidence
- Improve effectiveness, efficiency, and realism of processes and decision making
- Reduce unnecessary regulatory burden

NRC Oversight Activities

- Provides assurance plants are operating safely and in accordance with the regulations
- Risk informed process
- Objective indicators of performance
- Inspections focused on key safety areas
- Defines expected NRC and licensee actions

Reactor Oversight Process



Strategic Performance Areas

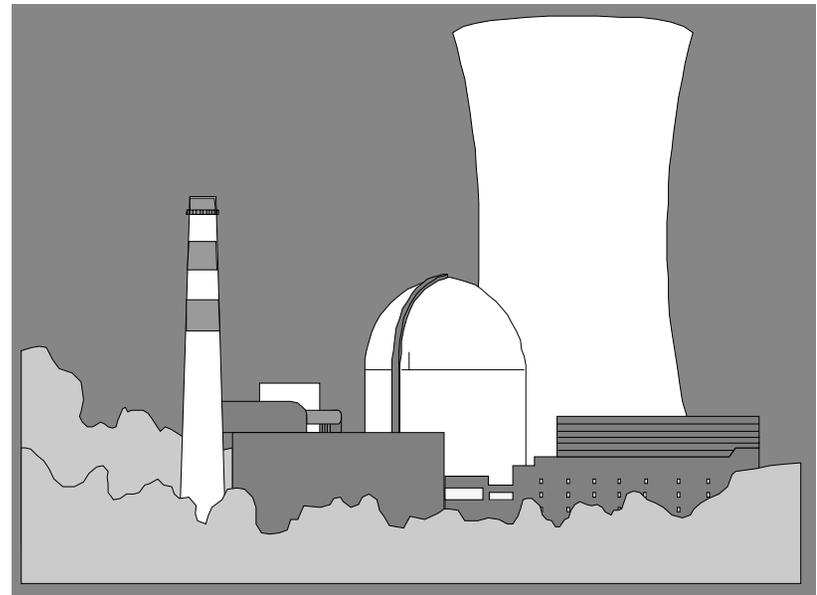
Safety Cornerstones

- Reactor Safety
 - Initiating Events
 - Mitigating Systems
 - Barrier Integrity
 - Emergency Preparedness
- Radiation Safety
 - Occupational Radiation Safety
 - Public Radiation Safety
- Safeguards
 - Physical protection

NRC Resident and Regional Inspectors Conduct Safety Inspections

Baseline Inspections at all reactor sites to monitor plant safety performance in each of the Strategic Performance Areas

Event Follow-up and Supplemental Inspections when required



Examples of Baseline Inspections

- Equipment Alignment - ~ 70 hrs/yr
- Annual Fire Protection - ~ 35 hrs/yr
- Triennial Fire Protection - ~200 hrs every 3 yrs
- Operator Response - ~ 125 hrs/yr
- Plant security - ~40 hours/yr
- Emergency preparedness - ~60 hrs/yr
- Rad release controls - ~100 hrs every 2 years
- Worker radiation protection - ~125 hrs/year
- Corrective action program - 10% every inspection
- Corrective action program - ~200 hr every 2 yrs

Performance Indicators

- 18 Performance Indicators
- Covers all cornerstones
- Licensee submits data to NRC quarterly
- Baseline Inspection program verifies accuracy
- Available on Reactor Oversight Program Web site

Significance Threshold

Performance Indicators

- Green: Only baseline Inspection
- White: May increase NRC oversight
- Yellow: Requires more NRC oversight
- Red: Requires more NRC oversight

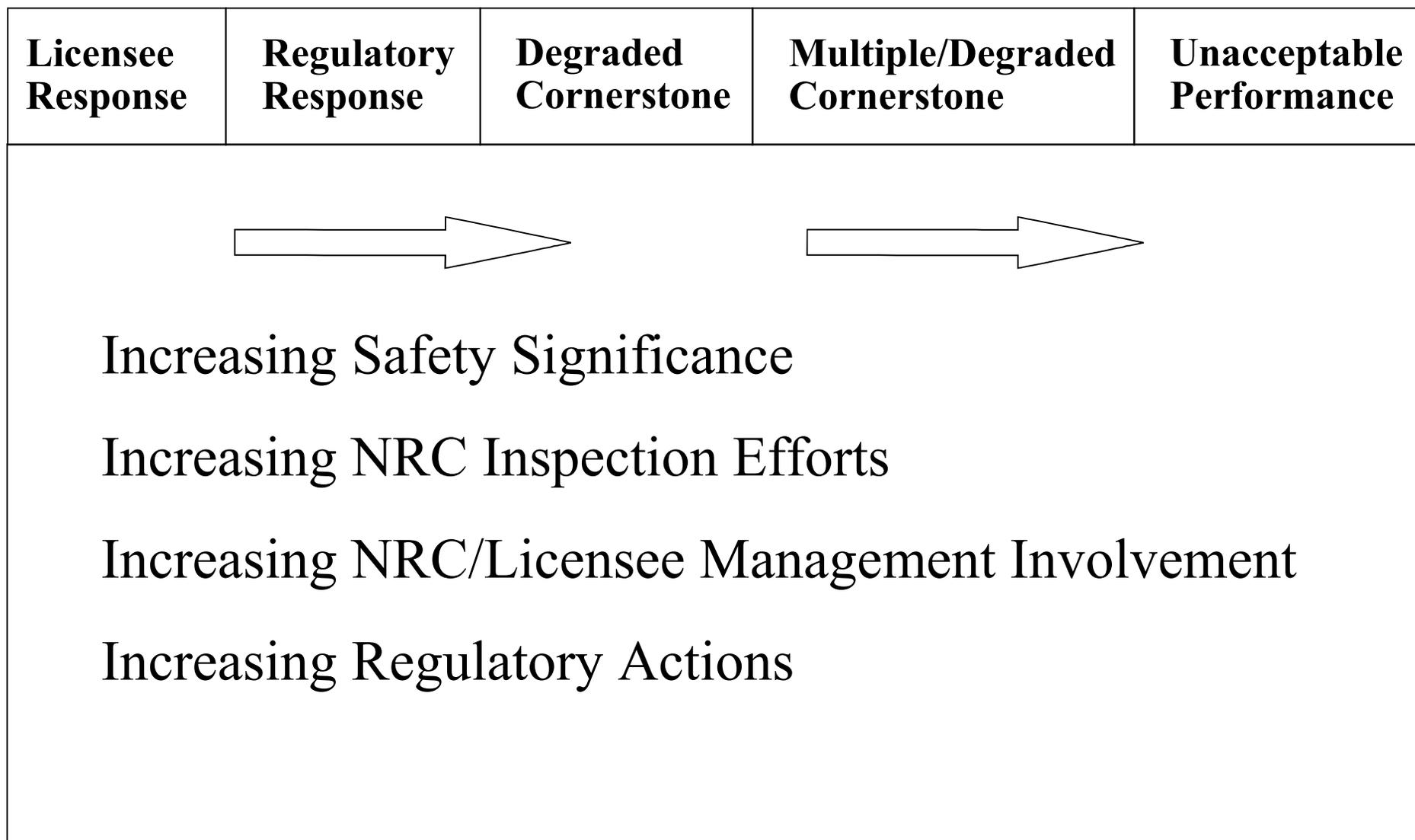
Inspection Findings

- Green: Very Low safety issue
- White: Low to moderate safety issue
- Yellow: Substantial safety issue
- Red: High safety issue

Key Aspects of Assessment Program

- Objective assessment of performance
- “Action Matrix” to determine agency response to performance
 - Inspection level increases
 - Management involvement increases
 - Regulatory action increases
- Plant specific assessment letters
- Information on NRC public web site

Action Matrix Concept



National Summary of Plant Performance -103 Plants End of Calendar Year 2001

Licensee Response	74
Regulatory Response	24
Degraded Cornerstone	4
Multiple/Repetitive Degraded Cornerstone	1
Unacceptable	0

National Summary

Fourth Quarter Calendar Year 2001 Performance Indicator Results

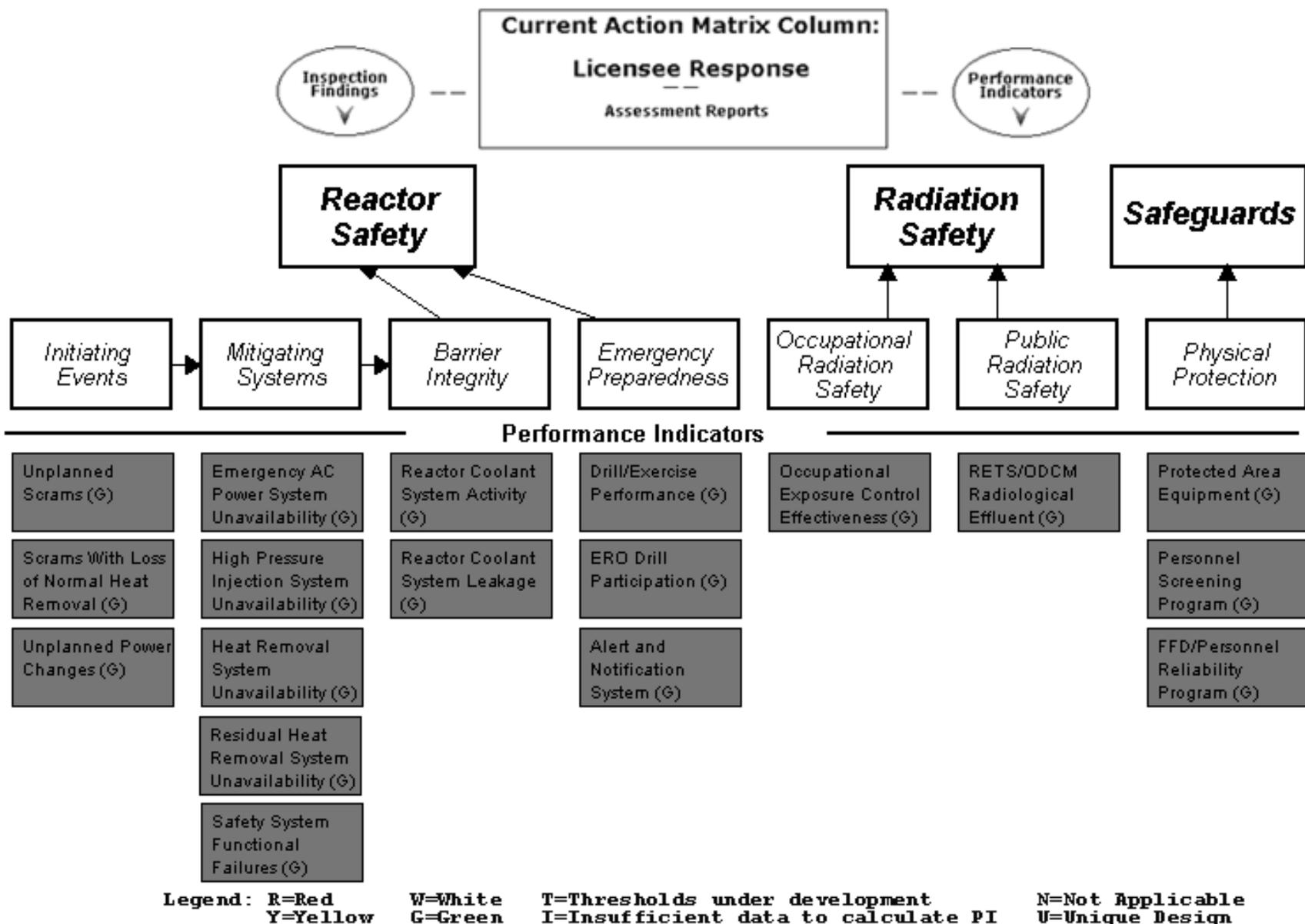
Green: 1834
White: 8
Yellow: 0
Red: 0

Total Inspection Findings (April 2001 - December 2001)

Green: 660
White: 23
Yellow: 2
Red: 0

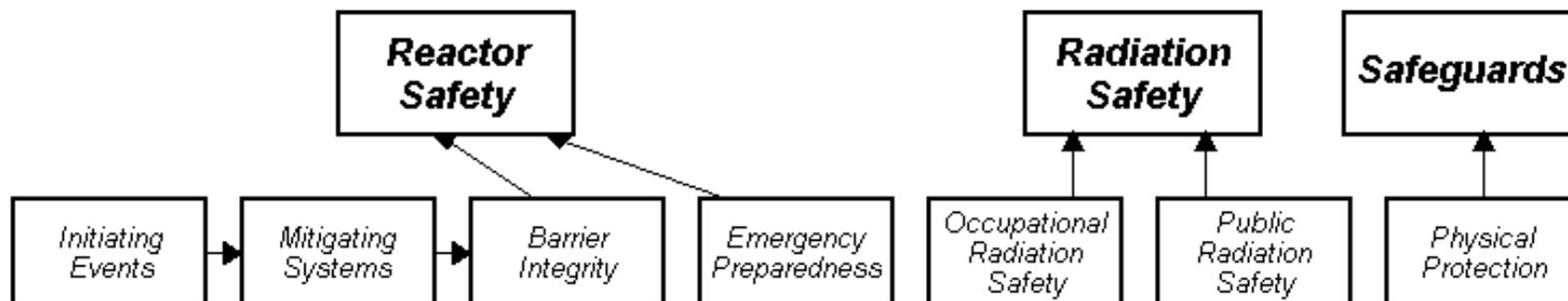
DUANE ARNOLD

4th Qtr 2001 - Performance Summary



DUANE ARNOLD

4th Qtr 2001 - Performance Summary



Most Significant Inspection Findings

	Initiating Events	Mitigating Systems	Barrier Integrity	Emergency Preparedness	Occupational Radiation Safety	Public Radiation Safety	Physical Protection
4Q/2001	No findings this quarter	No findings this quarter	No findings this quarter				
3Q/2001	No findings this quarter	G	No findings this quarter	No findings this quarter	No findings this quarter	No findings this quarter	No findings this quarter
2Q/2001	No findings this quarter	No findings this quarter	No findings this quarter				
1Q/2001	No findings this quarter	No findings this quarter	No findings this quarter				

Miscellaneous findings

Additional Inspection & Assessment Information

◆ **Assessment Reports/Inspection Plans:**

- 4Q/2001
- 3Q/2001
- 2Q/2001
- 1Q/2001

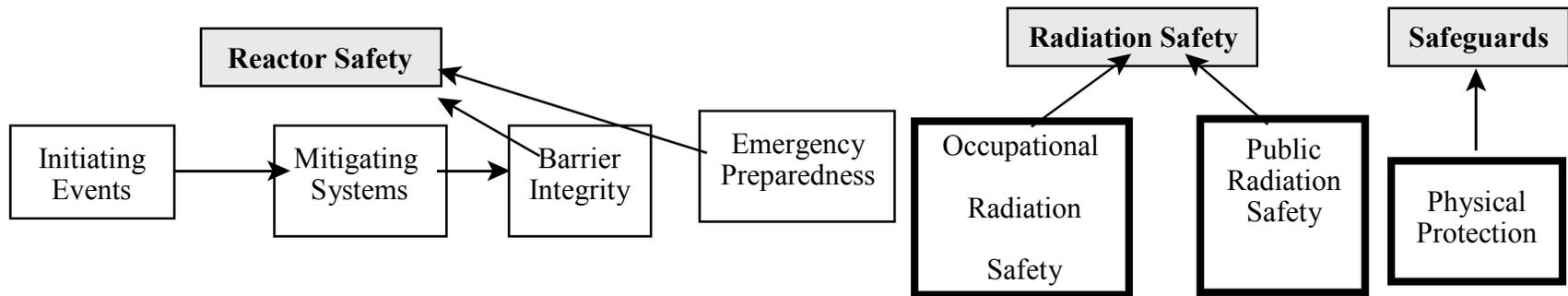
◆ **List of Inspection Reports**

◆ **List of Assessment Letters/Inspection Plans**

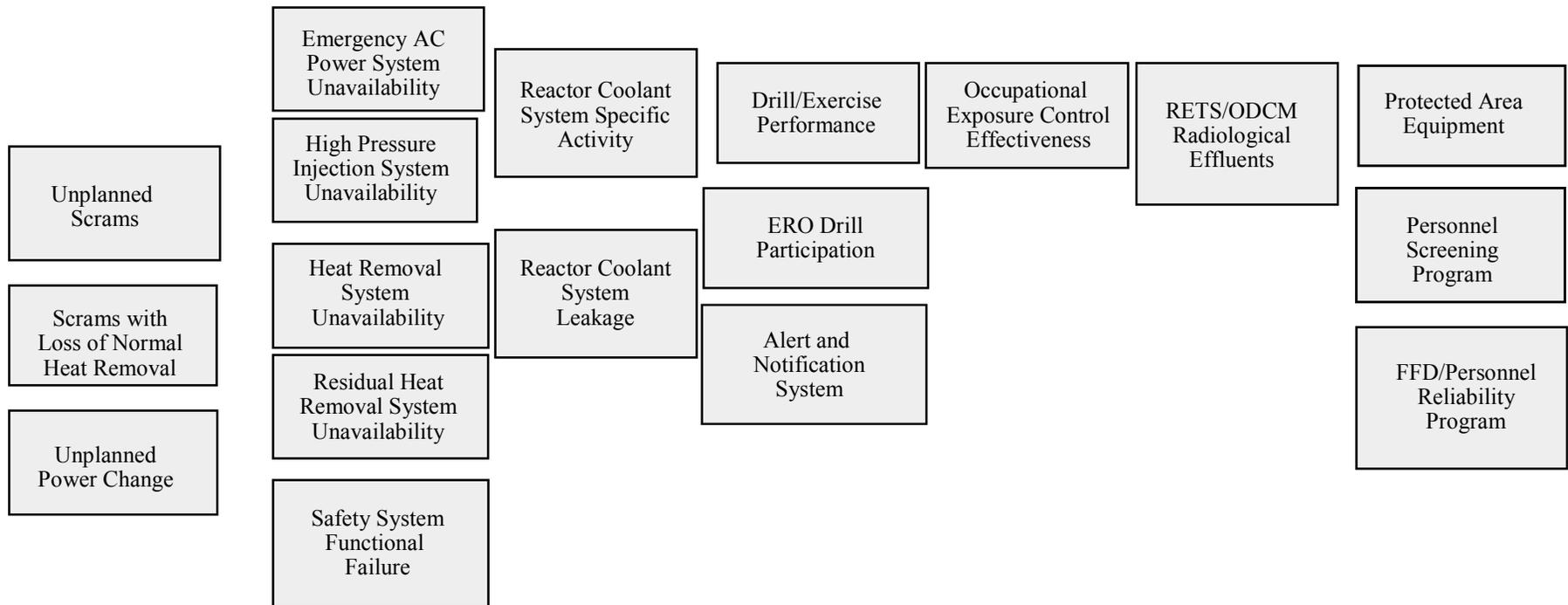
Last Modified: March 1, 2002

◆ **Cross Reference Of Assessment Reports**

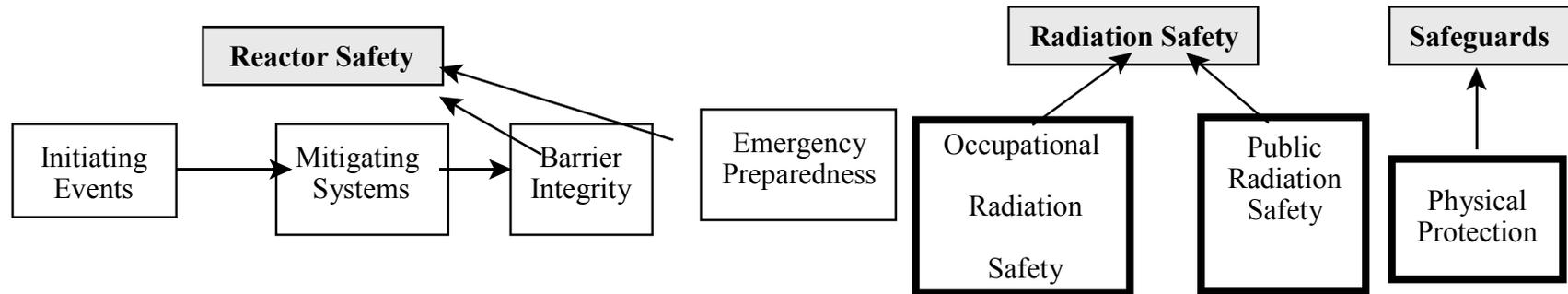
Relationship of Strategic Performance Areas, Safety Cornerstones and Performance Indicators



Performance Indicators



Inspection Areas



Inspection Procedures

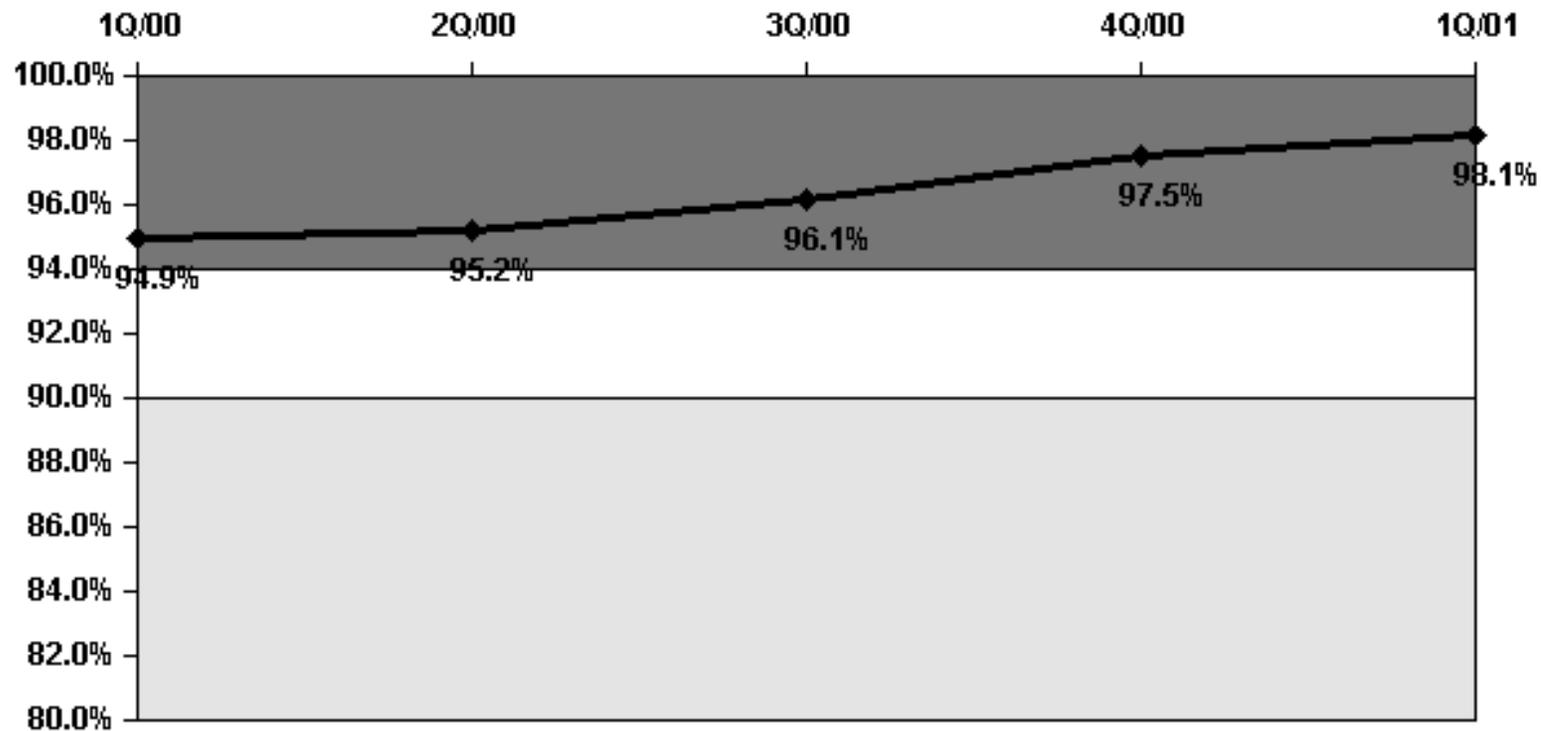
- Adverse Weather
- Evaluation of Changes
- Equipment Alignment
- Fire Protection
- Flood Protection
- Heat Sink
- In Service Inspection
- Operator Requalification
- Maintenance Rule Imp
- Maintenance Risk Assessment
- Non-Routine Events
- Operability Evaluation
- Operator Workarounds
- Permanent Mods-Online
- Permanent Mods
- Post Maintenance Test
- Refueling Outage
- SSDI
- Surveillance Testing
- Temporary Modifications
- PI&R
- Event Follow-up
- PI Verification
- Exercise Evaluation
- Alert and Notice
- ERO Augment
- EAL
- EP Preparation
- Drill Evaluation
- RAD Access
- ALARA Plan
- RAD monitoring
- RAD Effluents
- RAD Transport
- RAD Environmental
- Sec Authorization Access
- Sec Search
- Sec Response
- Sec Plan change

An Action Matrix is used to assess overall plant safety performance and specify thresholds for NRC Enforcement Actions

	Licensee Response Column	Regulatory Response Column	Degraded Cornerstone Column	Multiple/ Repetitive Degraded Cornerstone Column	Unacceptable Performance Column	
R E S U L T S		All Assessment Inputs (Performance Indicators (PIs) and Inspection Findings) Green; Cornerstone Objectives Fully Met	One or Two White Inputs (in different cornerstones) in a Strategic Performance Area; Cornerstone Objectives Fully Met	One Degraded Cornerstone (2 White Inputs or 1 Yellow Input) or any 3 White Inputs in a Strategic Performance Area; Cornerstone Objectives Met with Minimal Reduction in Safety Margin	Repetitive Degraded Cornerstone, Multiple Degraded Cornerstones, Multiple Yellow Inputs, or 1 Red Input; Cornerstone Objectives Met with Longstanding Issues or Significant Reduction in Safety Margin	Overall Unacceptable Performance; Plants Not Permitted to Operate Within this Band, Unacceptable Margin to Safety
R E S P O N S E	Regulatory Performance Meeting	None	Branch Chief (BC) or Division Director (DD) Meet with Licensee	DD or Regional Administrator (RA) Meet with Licensee	RA (or EDO) Meet with Senior Licensee Management	Commission meeting with Senior Licensee Management
	Licensee Action	Licensee Corrective Action	Licensee root cause evaluation and corrective action with NRC Oversight	Licensee Self Assessment with NRC Oversight	Licensee Performance Improvement Plan with NRC Oversight	
	NRC Inspection	Risk-Informed Baseline Inspection Program	Baseline and supplemental inspection procedure 95001	Baseline and supplemental inspection procedure 95002	Baseline and supplemental inspection procedure 95003	
	Regulatory Actions	None	Supplemental inspection only	Supplemental inspection only	-10 CFR 2.204 DFI -10 CFR 50.54(f) Letter - CAL/Order	Order to Modify, Suspend, or Revoke Licensed Activities
C O M M U N I C A T I O N	Assessment Letters	BC or DD review/sign assessment report (w/ inspection plan)	DD review/sign assessment report (w/ inspection plan)	RA review/sign assessment report (w/ inspection plan)	RA review/sign assessment report (w/ inspection plan) Commission Informed	
	Annual Public Meeting	SRI or BC Meet with Licensee	BC or DD Meet with Licensee	RA (or designee) Discuss Performance with Licensee	EDO (or Commission) Discuss Performance with Senior Licensee Management	Commission Meeting with Senior Licensee Management
INCREASING SAFETY SIGNIFICANCE ----->						

Performance Indicator

Alert & Notification System



Thresholds: White < 94.0% Yellow < 99.0%

DUANE ARNOLD INSPECTION RESULTS

**ONE GREEN FINDING (MITIGATING
SYSTEMS CORNERSTONE):**

BUILDUP OF ALGA GRASS IN RHR/SW

INSPECTION HOURS:

1251.5 BASELINE INSPECTION HOURS

MAJOR INSPECTION ACTIVITIES:

50.59 AND MODIFICATION INSPECTION

Duane Arnold Annual Assessment (April 1 -Dec 31, 2001)

- Operated safely
- Fully met all cornerstone objectives
- Licensee Response Band of Action Matrix
 - All inspection findings were of very low safety significance (Green)
 - All Performance Indicators requiring no additional NRC oversight (Green)
- NRC Plans to conduct baseline inspections

NRC Response To 9/11

- Activated NRC Response Centers
- Closely Coordinated Response With:
 - Our Licensees
 - FBI
 - Military, State, & Local Authorities
 - Law Enforcement
 - Intelligence Communities
- Issued Security Advisories
 - Increased Patrols
 - Augmented Security Capabilities
 - Added Barriers and Posts
 - More Limited Access
 - Enhanced Security Awareness
- Issued Order on Security
- NRC Monitored Enhanced Security