



Entergy Operations, Inc.
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PROPRIETARY

OCAN060202

June 17, 2002

Nuclear Regulatory Commission
Document Control Desk
Mail Station OP1-17
Washington, DC 20555

Subject:

Arkansas Nuclear One - Units 1 and 2
Docket Nos. 50-313 and 50-368
License Nos. DPR-51 and NPF-6
Demonstration Report for Ultrasonic Testing Examination of Vessel Head
Penetration Nozzles (Proprietary)

References:

- 1 Entergy letter dated June 17, 2002, Demonstration Report for Ultrasonic Testing Examination of Vessel Head Penetration Nozzles (OCAN060201)

Dear Sir or Madam:

As stated in Reference 1, portions of the Wesdyne Report WDI-TJ-007-02-P, *Demonstration of Volumetric Ultrasonic Inspection of CRDM Nozzles Using the Open Housing Scanner*, contains information which is proprietary to Westinghouse. Therefore, the information contained in this report (Attachment 2) is being requested to be withheld from public disclosure per 10CFR2.790(a)(4). An affidavit stating the proprietary nature of the report is provided in Attachment 1.

If you have any questions or require additional information, please contact Steve Bennett at 479-858-4626.

Sincerely,

Sherrie R. Cotton
Director, Nuclear Safety Assurance

SRC/sab

Attachments

1. Westinghouse Application for Withholding Proprietary Information from Public Disclosure
2. Demonstration of Volumetric Ultrasonic Inspection of CRDM Nozzles Using the Open Housing Scanner (Proprietary)

Ap01

cc: Mr. Ellis W. Merschoff
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Attachment 1

OCAN060201

**Westinghouse Application for
Withholding Proprietary Information from Public Disclosure for

Wesdyne Report WDI-TJ-007-02-P,
Demonstration of Volumetric Ultrasonic Inspection of CRDM Nozzles
Using the Open Housing Scanner**



Westinghouse Electric Company
Nuclear Services
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USA

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Washington, DC 20555-0001

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Attention: Chief, Information Management Branch
Division of Program Management
Policy Development and Analysis Staff

Our ref: CAW-02-1532

June 6, 2002

APPLICATION FOR WITHHOLDING PROPRIETARY
INFORMATION FROM PUBLIC DISCLOSURE

Subject: WDI-TJ-007-02-P, Revision 0: "Demonstration of Volumetric Ultrasonic Inspection of CRDM Nozzles Using the Open Housing Scanner for ANO-2", (Proprietary) WesDyne International LLC; WDI-TJ-007-02-NP, Revision 0: "Demonstration of Volumetric Ultrasonic Inspection of CRDM Nozzles Using the Open Housing Scanner for ANO-2", (Non-Proprietary) WesDyne International LLC

The proprietary information for which withholding is being requested in the above-referenced report is further identified in Affidavit CAW-02-1532 signed by the owner of the proprietary information, Westinghouse Electric Company LLC. The affidavit, which accompanies this letter, sets forth the basis on which the information may be withheld from public disclosure by the Commission and addresses with specificity the considerations listed in paragraph (b)(4) of 10 CFR Section 2.790 of the Commission's regulations.

Accordingly, this letter authorizes the utilization of the accompanying Affidavit by Entergy Operations, Inc.

Correspondence with respect to the proprietary aspects of the application for withholding or the Westinghouse affidavit should reference this letter, CAW-02-1532 and should be addressed to the undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read "H. A. Sepp".

H. A. Sepp, Manager
Regulatory and Licensing Engineering

Enclosures

Entergy Operations, Inc.

Letter for Transmittal to the NRC

The following paragraphs should be included in your letter to the NRC:

Enclosed are:

1. Four copies of WDI-TJ-007-02-P, Revision 0: "Demonstration of Volumetric Ultrasonic Inspection of CRDM Nozzles Using the Open Housing Scanner for ANO-2", (Proprietary) WesDyne International LLC.
2. Four copies of WDI-TJ-007-02-NP, Revision 0: "Demonstration of Volumetric Ultrasonic Inspection of CRDM Nozzles Using the Open Housing Scanner for ANO-2", (Non-Proprietary) WesDyne International LLC.

Also enclosed are Westinghouse proprietary authorization letter CAW-02-1532 and the accompanying affidavit, Proprietary Information Notice, and Copyright Notice.

As Item 1 contains information proprietary to Westinghouse Electric Company LLC ("Westinghouse"), it is supported by an affidavit signed by Westinghouse, the owner of the information. The affidavit sets forth the basis on which the information may be withheld from public disclosure by the commission and addresses with specificity the considerations listed in paragraph (b) (4) of 10 CFR Section 2.790 of the Commission's regulations.

Accordingly, it is respectfully requested that the information which is proprietary to Westinghouse be withheld from public disclosure in accordance with 10CFR Section 2.790 of the Commission's regulations.

Correspondence with respect to the copyright or proprietary aspects of the items listed above or the supporting Westinghouse Affidavit should reference CAW-02-1532 and should be addressed to H. A. Sepp, Manager of Regulatory and Licensing Engineering, Westinghouse Electric Company LLC ("Westinghouse"), P.O. Box 355, Pittsburgh, Pennsylvania 15230-0355.

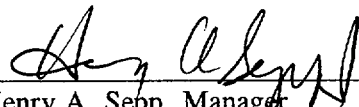
AFFIDAVIT

COMMONWEALTH OF PENNSYLVANIA:

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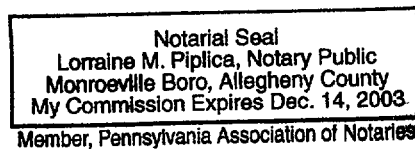
COUNTY OF ALLEGHENY:

Before me, the undersigned authority, personally appeared Henry A. Sepp, who, being by me duly sworn according to law, deposes and says that he is authorized to execute this Affidavit on behalf of Westinghouse Electric Company LLC ("Westinghouse"), and that the averments of fact set forth in this Affidavit are true and correct to the best of his knowledge, information, and belief:


Henry A. Sepp, Manager
Regulatory and Licensing Engineering

Sworn to and subscribed
before me this 6th day
of June, 2002


Notary Public



- (1) I am Manager, Regulatory and Licensing Engineering, in the Nuclear Services, of the Westinghouse Electric Company LLC ("Westinghouse"), and as such, I have been specifically delegated the function of reviewing the proprietary information sought to be withheld from public disclosure in connection with nuclear power plant licensing and rulemaking proceedings, and am authorized to apply for its withholding on behalf of Westinghouse Electric Company LLC.
- (2) I am making this Affidavit in conformance with the provisions of 10 CFR Section 2.790 of the Commission's regulations and in conjunction with the Westinghouse Application for Withholding accompanying this Affidavit.
- (3) I have personal knowledge of the criteria and procedures utilized by the Westinghouse Electric Company LLC in designating information as a trade secret, privileged or as confidential commercial or financial information.
- (4) Pursuant to the provisions of paragraph (b)(4) of Section 2.790 of the Commission's regulations, the following is furnished for consideration by the Commission in determining whether the information sought to be withheld from public disclosure should be withheld.
 - (i) The information sought to be withheld from public disclosure is owned and has been held in confidence by Westinghouse.
 - (ii) The information is of a type customarily held in confidence by Westinghouse and not customarily disclosed to the public. Westinghouse has a rational basis for determining the types of information customarily held in confidence by it and, in that connection, utilizes a system to determine when and whether to hold certain types of information in confidence. The application of that system and the substance of that system constitutes Westinghouse policy and provides the rational basis required.

Under that system, information is held in confidence if it falls in one or more of the following areas of potential competitive advantage:

 - (a) The information reveals the distinguishing aspects of a process (or component, structure, tool, method, etc.) where prevention of its use by any of Westinghouse's competitors without license from Westinghouse constitutes a competitive economic advantage over other companies.
 - (b) It consists of supporting data, including test data, relative to a process (or component, structure, tool, method, etc.) the application of which data secures a competitive economic advantage, e.g., by optimization or improved marketability.

- (c) Its use by a competitor would reduce his expenditure of resources or improve his competitive position in the design, manufacture, shipment, installation, assurance of quality, or licensing a similar product.
- (d) It reveals cost or price information, production capacities, budget levels, or commercial strategies of Westinghouse, its customers or suppliers.
- (e) It reveals aspects of past, present, or future Westinghouse or customer funded development plans and programs of potential commercial value to Westinghouse.
- (f) It contains patentable ideas, for which patent protection may be desirable.

There are sound policy reasons behind the Westinghouse system which include the following:

- (a) The use of such information by Westinghouse gives Westinghouse a competitive advantage over its competitors. It is, therefore, withheld from disclosure to protect the Westinghouse competitive position.
 - (b) It is information which is marketable in many ways. The extent to which such information is available to competitors diminishes the Westinghouse ability to sell products and services involving the use of the information.
 - (c) Use by our competitor would put Westinghouse at a competitive disadvantage by reducing his expenditure of resources at our expense.
 - (d) Each component of proprietary information pertinent to a particular competitive advantage is potentially as valuable as the total competitive advantage. If competitors acquire components of proprietary information, any one component may be the key to the entire puzzle, thereby depriving Westinghouse of a competitive advantage.
 - (e) Unrestricted disclosure would jeopardize the position of prominence of Westinghouse in the world market, and thereby give a market advantage to the competition of those countries.
 - (f) The Westinghouse capacity to invest corporate assets in research and development depends upon the success in obtaining and maintaining a competitive advantage.
- (iii) The information is being transmitted to the Commission in confidence and, under the provisions of 10 CFR Section 2.790, it is to be received in confidence by the Commission.
 - (iv) The information sought to be protected is not available in public sources or available information has not been previously employed in the same original manner or method to the best of our knowledge.

- (v) The proprietary information sought to be withheld in this submittal is that which is appropriately marked in WDI-TJ-007-02-P, Revision 0: "Demonstration of Volumetric Ultrasonic Inspection of CRDM Nozzles Using the Open Housing Scanner for ANO-2", (Proprietary) WesDyne International LLC for information in support of Entergy Operations, Inc. submittal to the Commission, transmitted via Entergy Operations, Inc. and Application for Withholding Proprietary Information Public Disclosure, Mr. H. A. Sepp, Manager, Regulatory and Licensing Engineering, Westinghouse to the Document Control Desk, Attention: Chief, Information Management Branch, Division of Program Management, Policy Development and Analysis Staff. The proprietary information as submitted for use by Entergy Operations, Inc. for the ANO-2 Nuclear Plant is expected to be applicable in other licensee submittals.

This information is part of that which will enable Westinghouse to:

- (a) Demonstrate detection and sizing of flaws in reactor pressure vessel head penetration nozzles to satisfy the requirements of NRC Generic Letter 97-01 and NRC Bulletin 2001-01.
- (b) Assess the acceptability of the reactor vessel head nozzles.

Further this information has substantial commercial value as follows:

- (a) Westinghouse plans to sell the use of similar information to its customers for purposes of reactor head penetration inspections.
- (b) Westinghouse can sell support and defense of its inspection services.

Public disclosure of this proprietary information is likely to cause substantial harm to the competitive position of Westinghouse because it would enhance the ability of competitors to provide similar inspection services for commercial power reactors without commensurate expenses. Also, public disclosure of the information would enable others to use the information to meet NRC requirements for licensing documentation without purchasing the right to use the information.

The development of the technology described in part by the information is the result of applying the results of many years of experience in an intensive Westinghouse effort and the expenditure of a considerable sum of money.

In order for competitors of Westinghouse to duplicate this information, similar technical programs would have to be performed and a significant manpower effort, having the requisite talent and experience, would have to be expended for demonstration of inspection capabilities.

Further the deponent sayeth not.

COPYRIGHT NOTICE

The reports transmitted herewith each bear a Westinghouse copyright notice. The NRC is permitted to make the number of copies for the information contained in these reports which are necessary for its internal use in connection with generic and plant-specific reviews and approvals as well as the issuance, denial, amendment, transfer, renewal, modification, suspension, revocation, or violation of a license, permit, order, or regulation subject to the requirements of 10 CFR 2.790 regarding restrictions on public disclosure to the extent such information has been identified as proprietary by Westinghouse, copyright protection notwithstanding. With respect to the non-proprietary versions of these reports, the NRC is permitted to make the number of copies beyond those necessary for its internal use which are necessary in order to have one copy available for public viewing in the appropriate docket files in local public document rooms as may be required by NRC regulations if the number of copies submitted is insufficient for this purpose. Copies made by the NRC must include the copyright notice in all instances and the proprietary notice if the original was identified as proprietary.

PROPRIETARY INFORMATION NOTICE

Transmitted herewith are proprietary and/or non-proprietary versions of documents furnished to the NRC in connection with requests for generic and/or plant-specific review and approval.

In order to conform to the requirements of 10 CFR 2.790 of the Commission's regulations concerning the protection of proprietary information so submitted to the NRC, the information which is proprietary in the proprietary version is contained within brackets, and where the proprietary information has been deleted in the non-proprietary version, only the brackets remain (the information that was contained within the brackets in the proprietary versions having been deleted). The justification for claiming the information so designated as proprietary is indicated in both versions by means of lower case letters (a) through (f) located as a superscript immediately following the brackets enclosing each item of information being identified as proprietary or in the margin opposite such information. These lower case letters refer to the types of information Westinghouse customarily holds in confidence identified in Sections (4)(ii)(a) through (4)(ii)(f) of the affidavit accompanying this transmittal pursuant to 10 CFR 2.790(b)(1).