



SAFEGUARDS INFORMATION

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December 17, 2002

U.S. Nuclear Regulatory Commission
ATTN: Document Control Desk
Washington, DC 20555-0001

SUBJECT: Duke Energy Corporation
McGuire Nuclear Station, Units 1 and 2
Docket Numbers 50-369 and 50-370
Follow-up Documentation of Conference Call on December 9, 2002 Between McGuire
and Members of NRC Staff to Discuss Change Associated with ICM 2.b.

- REFERENCES:**
- 1) Letter, Duke Energy Corporation to U.S. Nuclear Regulatory Commission, Document Control Desk, Dated March 18, 2002, SUBJECT: Response to Commission Order to Modify License for Interim Safeguards and Security Compensatory Measures.
 - 2) Letter, Duke Energy Corporation to U.S. Nuclear Regulatory Commission, Document Control Desk, Dated April 30, 2002, SUBJECT: Revised Response to Item 5.d of the NRC Order for Interim Safeguards and Security Compensatory Measures for McGuire Nuclear Station dated February 25, 2002.
 - 3) Letter, U. S. Nuclear Regulatory Commission to H. B. Barron, Dated May 23, 2002, SUBJECT: William B. McGuire Nuclear Station, Units 1 and 2 – Reply to Response to Order for Interim Safeguards and Security Compensatory Measures (TAC Nos. MB4144 and MB4145).
 - 4) Letter, Duke Energy Corporation to U. S. Nuclear Regulatory Commission, Document Control Desk, Dated July 18, 2002, SUBJECT: Updated Response to ICM B.1.c of the NRC Order for Interim Safeguards and Security Compensatory Measures dated February 25, 2002.
 - 5) Letter, Duke Energy Corporation to U. S. Nuclear Regulatory Commission, Document Control Desk, Dated September 4, 2002, SUBJECT: Supplemental Response to NRC order for Interim Safeguards and Security Compensatory Measures for McGuire Nuclear Station dated February 25, 2002.

NOTICE: Attachment 1 to this letter contains "SAFEGUARDS INFORMATION." Upon separation of the Attachment 1, this letter is "DECONTROLLED."

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Gentlemen:

On February 25, 2002, the NRC issued the Interim Safeguards and Security Compensatory Measures Order ("Order") for McGuire Nuclear Station Units 1 and 2. The Order included an attachment containing safeguards information which detailed specific interim compensatory measures (ICMs).

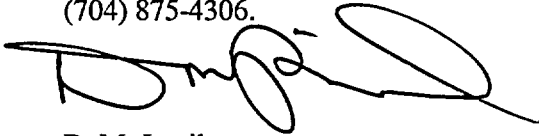
By Reference 1, McGuire Nuclear Station submitted its response to the Order. By References 2, 4 and 5, McGuire submitted supplemental responses to provide the NRC additional details to support their review of the McGuire response.

A conference call was held on December 9, 2002, with members of the NRC to discuss the McGuire response to ICM 2.b and a planned change related to actions associated with ICM 2.b. McGuire initiated the conference call because the planned change, although consistent with the response to ICM 2.b, raised questions when reviewed against Revision 1 to the Nuclear Energy Institute (NEI) guidance document. The NRC staff concurred that the change being proposed by McGuire was consistent with the intent of the NEI guidance document.

The purpose of this letter is to provide follow-up documentation of the key points of the December 9, 2002 telecon.

Attachment 1 to this letter contains "Safeguards Information." Upon separation of Attachment 1, this cover letter is to be considered DECONTROLLED.

Questions regarding this submittal should be directed to Kay Crane, McGuire Regulatory Compliance at (704) 875-4306.



D. M. Jamil

Attachment 1

NOTICE: Attachment 1 to this letter contains "SAFEGUARDS INFORMATION." Upon separation of the Attachment 1, this letter is "DECONTROLLED."

SAFEGUARDS INFORMATION

STATE OF NORTH CAROLINA

D. M. Jamil, being duly sworn, states that he is Site Vice President of Duke Energy Corporation; that he is authorized on the part of said corporation to sign and file with the Nuclear Regulatory Commission this response on behalf of Duke Energy Corporation; and that all statements and matters set forth herein are true and correct to the best of his knowledge.

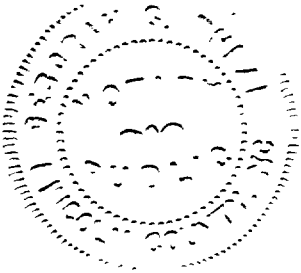


D. M. Jamil, Site Vice President

Subscribe and sworn before me,

Deborah G. Thrap, Deborah G. Thrap
Notary Public

My Commission Expires: 4/6/2007



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CC:

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