



South Texas Project Electric Generating Station P.O. Box 289 Wadsworth, Texas 77483

June 2, 2003
NOC-AE-03001541
10CFR2.790

U. S. Nuclear Regulatory Commission
Attention: Document Control Desk
One White Flint North
11555 Rockville Pike
Rockville, MD 20852

South Texas Project
Unit 1
Docket No. STN 50-498
Bottom Mounted Instrumentation Forced Outage Confidential Information

This letter formally submits information regarding the bottom mounted instrumentation (BMI) forced outage that STPNOC proposes to discuss in a closed portion of the June 5, 2003 BMI progress meeting.

Attachment 1 to this letter provides an application for withholding confidential information that identifies the information sought to be withheld and provides the reasons that the information should be withheld.

Attachment 3 provides a copy of the confidential information previously submitted by e-mail. Attachment 2 provides a non-confidential version of Attachment 3.

If there are any questions regarding this submittal, please contact Mr. Scott Head at (361) 972-7136 or me at (361) 972-7902.

T. J. Jordan
Vice President,
Engineering & Technical Services

jtc

- Attachments:
- (1) Application and Affirmation for Withholding Confidential Information
 - (2) BMI Outage Schedule and Milestones (Non-Confidential)
 - (3) BMI Outage Schedule and Milestones (Confidential)

APOI

cc: w/o Attachment 3 (except *)
(paper copy)

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ATTACHMENT 1

**Application and Affirmation for
Withholding Confidential Information**

Application and Affirmation for Withholding Confidential Information

The confidential information for which withholding is being requested is in Attachment 3 to this letter and is further identified in the attachment signed under affirmation by the owner of the information, STP Nuclear Operating Company. The attachment sets forth the basis on which the information may be withheld from public disclosure by the NRC and addresses with specificity the considerations listed in 10CFR2.790(b)(4).

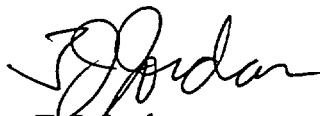
- (1) I am Thomas J. Jordan, Vice President, Engineering & Technical Services, STP Nuclear Operating Company (STPNOC). I have been specifically delegated the function of reviewing the confidential information sought to be withheld from public disclosure in connection with the South Texas Project Unit 1 return to service and I am authorized to apply for its withholding on behalf of STPNOC.
- (2) I am making this affidavit in accordance with the provisions of 10CFR2.790 and in conjunction with the STPNOC application for withholding accompanying this affidavit.
- (3) I have personal knowledge of the criteria and Administrative Policy utilized by STPNOC in designating this information as confidential.
- (4) The confidential information sought to be withheld is schedule information that would indicate the dates upon which actions will be taken, the ending date of the outage, or the duration of the outage.
- (5) Pursuant to the provisions of paragraph (b)(4) of 10CFR2.790, the following is furnished for consideration by the NRC 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 by and has been withheld from the general public by STPNOC.
 - (ii) The information is of a type customarily held in confidence by STPNOC and not customarily disclosed to the general public. STPNOC has a rational basis for determining the types of information customarily held in confidence and uses an Administrative Policy to determine when and whether to hold certain types of information in confidence. Under that Policy, information is held in confidence if it falls into one or more of several types, the release of which might result in financial damage STPNOC or the Owners of STP, as follows:
 - (a) The information is “confidential” data or information concerning the operations of STPNOC that is not in the public domain.
 - (b) The information is “inside information” about an Owner or its business activities that has not been generally disclosed to the public and which could affect the market value of the Owners’ stocks or the value of the South Texas Project.
 - (c) The release to outside parties of “confidential” information such as unit operating schedules that has not been publicly announced can constitute a conflict of interest.

There are sound reasons behind the STPNOC Policy:

- (a) Information regarding the dates and durations of outages could have an adverse impact on the price paid for replacement power during the outage.
- (b) Information regarding the dates and durations of outages could have an adverse impact on the Owners' stock prices.
- (c) Information regarding the dates and durations of outages could have an adverse impact on the value of the South Texas Project and the bidding price for sale of Owner's shares of the South Texas Project.
- (iii) The information is being transmitted to the NRC in confidence and, under the provisions of 10CFR2.790, it is to be received in confidence by the NRC.
- (iv) The information sought to be withheld is not available in public sources.
- (v) STPNOC believes that public disclosure of the information sought to be withheld is likely to cause substantial harm to the competitive position of STPNOC and the Owners of the South Texas Project.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on: June 2, 2003



T. J. Jordan
Vice President,
Engineering & Technical Services

ATTACHMENT 2

**Bottom Mounted Instrumentation
Outage Schedule and Milestones
(Non-Confidential)**

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UNIT 1 BMT OUTAGE

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