

ORIGINAL ACRST-2003

OFFICIAL TRANSCRIPT OF PROCEEDINGS

Agency: Nuclear Regulatory Commission
Advisory Committee on Reactor Safeguards

Title: 408th ACRS Meeting

Docket No.

LOCATION: Bethesda, Maryland

DATE: Friday, April 8, 1994

PAGES: 216 - 291

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UNITED STATES NUCLEAR REGULATORY COMMISSION
ADVISORY COMMITTEE ON REACTOR SAFEGUARDS

DATE: April 8, 1994

The contents of this transcript of the proceedings of the United States Nuclear Regulatory Commission's Advisory Committee on Reactor Safeguards, (date) April 8, 1994, as Reported herein, are a record of the discussions recorded at the meeting held on the above date.

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1 UNITED STATES OF AMERICA
2 NUCLEAR REGULATORY COMMISSION

3 ***

4 ADVISORY COMMITTEE ON REACTOR SAFEGUARDS

5
6 408th ACRS MEETING

7
8
9 Nuclear Regulatory Commission

10 Conference Room P-110

11 7920 Norfolk Avenue

12 Bethesda, Maryland

13
14 Friday, April 8, 1994

15
16 8:33 a.m.

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1 ACRS MEMBERS PRESENT:

2 E. WILKINS (Chairman)
3 T. KRESS (Vice Chairman)
4 C. MICHELSON
5 C. WYLIE
6 H. LEWIS
7 I. CATTON
8 J. CARROLL
9 W. LINDBALD
10 P. DAVIS
11 R. SEALE
12 W. SHAEK
13 S. DURAISWAMY (Designated Federal Official)
14 J. LARKINS (Executive Director of the ACRS)

15
16 PRESENT FROM NRC/NRR:

17 H. CHRISTENSEN (NRC Region II)
18 P. MILANO
19 E. HACKETT
20 B. KOO
21 M. McBREARTY

22
23
24
25

1 PRESENT FROM CP&L:
2 R. ANDERSON
3 W. ORSER
4 J. COWAN
5 R. LOPRIDRE
6 J. McGOWAN

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P R O C E E D I N G S

[8:33 a.m.]

MR. WILKINS: The meeting will now come to order.

This is the second day of the 408th meeting of the Advisory Committee on Reactor Safeguards. During today's meeting, the Committee will discuss and hear reports on the following:

Brunswick Nuclear Power Plant, future ACRS activities, reconciliation of ACRS comments and recommendations, preparation of ACRS reports and strategic planning.

This meeting is being conducted in accordance with the provisions of the Federal Advisory Committee Act.

Mr. Sam Duraiswamy is the Designated Federal Official for the initial portion of the meeting.

We have received no written statements or requests for time to make oral statements from members of the public regarding today's sessions.

A transcript of portions of the meeting is being kept and it is requested that each speaker use one of the microphones, identify himself or herself and speak with sufficient clarity and volume that he or she can be readily heard.

Let me put on the record the conversation we just finished.

1 I am informed that the people from the Brunswick
2 Nuclear Power Plant may be trapped in traffic on the way
3 here. I believe the best solution to that dilemma is to
4 delay the start of the presentation, although we do have --
5 we could have a part of it right now. If it turns out that
6 they really are going to be delayed, we will go ahead and
7 hear that part and ask you to extend your remarks to the
8 extent feasible so as to try to cover the gap furnished by
9 their absence.

10 What I propose to do immediately then is get
11 started on future ACRS activities and that's Item Number --
12 what?

13 We will now go off the record.

14 [Discussion off the record.]

15 MR. WILKINS: We will go back on the record.

16 Jay, this is your subcommittee. Do you want to
17 introduce the subject?

18 MR. CARROLL: All right. Well, this morning, we
19 are going to hear a report on the situation at the Carolina
20 Power and Light Brunswick Power Plant. This has been
21 tentatively scheduled for some time and it's consistent with
22 the ACRS policy, if you will, that when a plant has been
23 shut down for longer than a year, we want to at least make a
24 decision as to whether we want to hear about what the
25 problems were and how they were corrected. So we're not

1 picking on Carolina Power and Light, we have been doing this
2 fairly routinely in the past.

3 Pat, you're going to lead off and then that will
4 be followed by a presentation from --

5 MR. MILANO: Carolina Power and Light, yes.

6 MR. CARROLL: You will find some background
7 material on this situation in Tab Number 9 of your black
8 binder.

9 [Slide.]

10 MR. MILANO: Thank you.

11 Good morning, Mr. Chairman, members of the ACRS,
12 ladies and gentlemen.

13 I am here this morning to talk about the restart
14 of the Brunswick steam electric plant Units 1 and 2. I will
15 be leading off the presentation. My name is Patrick Milano.
16 I am the NRR project manager assigned for the Brunswick
17 plant.

18 With me today from Region II is Mr. Chris
19 Christensen. He also, along with I and several others, were
20 part of a review team that evaluated the long and short term
21 actions that were desired for Brunswick prior to their
22 restart.

23 For Carolina Power and Light there will be Mr. Roy
24 Anderson, the Vice President of the Brunswick Nuclear
25 Project.

1 [Slide.]

2 MR. MILANO: Getting started, before we can really
3 go into the recovery efforts, I would like to go through a
4 little bit of the background information to get everybody up
5 to speed as to what transpired that led to the sequence of
6 events.

7 Brunswick on April 7, 1992, Carolina Power and
8 Light recognized the fact that there was a problem with a
9 steel plated masonry wall between emergency diesel generator
10 number four and emergency bus E-8 that was possibly not
11 capable of meeting a seismic event due to insufficient
12 number of anchors that were in the wall and also through the
13 steel plates on each side of the masonry wall.

14 Later on that month on April 21, the licensee also
15 identified a poured concrete wall between emergency diesel
16 number one and emergency bus E-6 which also was deficient
17 with regard to seismic bolting.

18 When it became apparent that other walls in the
19 emergency diesel generator building were also likely to have
20 these type of problems, Carolina Power and Light elected to
21 shut down both units. The Brunswick tech specs require all
22 four diesels to be in operation when either plant is
23 operating. In that regard, it was a tech spec required
24 shutdown.

25 Going back further than the shutdown, there have

1 been what we consider a checkered history of performance for
2 the Brunswick plant itself. This goes back even to as far
3 back as to 1982 time frame when Region II issued a
4 confirmatory order which implemented a Brunswick improvement
5 program which was designed to try to get some long-term
6 corrective actions in that time frame. However, I am going
7 to pick up in the 1988 time frame really for purposes of
8 this discussion.

9 In 1988, the NRC put out its Systematic Assessment
10 of Licensee Performance which basically found four
11 significant areas of concern for this project. One was
12 operator inattention to detail, a higher than expected
13 equipment failure rate, management tolerance of deficiencies
14 and slow action by the engineering support organization to
15 correct design deficiencies.

16 Based on those findings, NRC management requested
17 that a diagnostic evaluation team inspection be conducted
18 and that indeed was done in May of 1989.

19 MR. CARROLL: The engineering support organization
20 that you speak of is "downtown" or at the plant or a
21 combination?

22 MR. MILANO: At that time, it was a combination.
23 The nuclear engineering department was in Raleigh. There
24 was some technical services at the site. That is not what
25 is presently going on now; they are in the process of

1 decentralizing nuclear engineering, putting -- each site
2 will have its own nuclear engineering support organization
3 and then, furthermore, we are just in receipt of some
4 information that later on this year each one of the sites is
5 going to centralize its engineering functions at the site.

6 They have got multi organizations, engineering,
7 nuclear engineering, technical support, project engineering,
8 project management. They are going to put those all into
9 one central organization to try to solidify the management
10 control aspects of it.

11 MR. CARROLL: In that scheme of things, all of
12 those people will report to the site vice president or plant
13 manager?

14 MR. MILANO: Site vice president.

15 MR. CARROLL: Okay.

16 MR. MILANO: Okay. Proceeding on.

17 While the performance appeared to improve for the
18 first half of the cycle after the SALP, we also found that
19 it was negated by some poor performance in the areas of work
20 control, operator performance in NRC administered
21 examinations, and continuing instances of inadequate
22 engineering support to the plant staff.

23 Based on those findings -- oh, excuse me. I have
24 skipped something here. Basically what I wanted to say was
25 after the diagnostic evaluation team inspection, Brunswick

1 came up with another improvement program called the
2 "Integrated Action Program."

3 That is what I meant to say was the reason for the
4 upturn in performance, but then again, it seemed to slide
5 again as evidenced by the end of the next SALP cycle.

6 Based on that inability of the integrated action
7 plan to sustain improvement, Region II conducted a series of
8 five special inspections in the early part of 1992 to
9 further assess the root causes. Basically they fell into
10 what I would call two major categories.

11 One is the quality of the standards and
12 expectations that were being presented by corporate and site
13 management and a lack of a critical self-assessment of the
14 programs and operations at the facility.

15 [Slide.]

16 MR. MILANO: Based on those findings, the NRC
17 management placed Brunswick in June of 1992 on the list of
18 plants requiring additional NRC attention. The letter that
19 was provided to CP&L basically covered these six major
20 points which are pretty much similar to what I have said
21 before as to what had been the recurring trends at the plant
22 site.

23 Repetitive work control failures, personnel
24 errors, management oversight, overall plant material
25 condition, attention to detail, and a self-assessment

1 program.

2 MR. DAVIS: What does the plant material condition
3 refer to?

4 MR. MILANO: Plant material condition refers to a
5 number of things. One is that there have been corrosion
6 problems specifically in the service water system. There
7 were chronic diesel generator problems. Those are the two
8 major ones.

9 MR. DAVIS: Thank you.

10 MR. CARROLL: What does being placed on list of
11 plants requiring additional NRC attention mean? Does that
12 mean that they could not restart until they got off that
13 list?

14 MR. MILANO: No, it does not. It means that --

15 MR. CARROLL: So it is the second.

16 MR. MILANO: What it basically means is the input
17 onto the "watch" list, as it is called, does not mean that a
18 plant has to be in a shut-down condition. It means that the
19 NRC is going to expend more of its inspection resources based
20 on the perceived performance of the plant.

21 MR. CARROLL: Okay.

22 MR. CATTON: Has this plant done an IPE?

23 MR. MILANO: Yes, it has. The IPE came in, I
24 believe, it was December of '92. It has not been reviewed.
25 The review of it is on-going. It has not been completed by

1 the Office of Research yet.

2 MR. CATTON: Does the IPE reflect any of these
3 problems, or you haven't looked at it yet?

4 MR. MILANO: I couldn't say.

5 MR. CATTON: It sounds like organizational factors
6 to me.

7 MR. CARROLL: The Committee isn't interested in
8 organizational factors.

9 MR. CATTON: I just thought I would focus them a
10 little bit.

11 [Slide.]

12 MR. MILANO: Right after that 1992 placement on
13 the "watch" list, the Regional Administrator of Region II,
14 Mr. Ebnetter, sent out a letter to CP&L listing a request for
15 short-term actions that CP&L felt was necessary to restart
16 the plant, and then long-term actions to correct the decline
17 in overall performance, basically asking for a performance
18 improvement program.

19 This was replied to by CP&L on July 23, 1992,
20 which provided both a description of a proposal for a
21 corporate improvement program, a specific Brunswick start-
22 up plan, and a general structure of a long-term improvement
23 program.

24 The long-term improvement program came in, in
25 November of 1992 as CP&L submitted its corporate improvement

1 program. Also included with that in December of 1992 was a
2 Brunswick three-year plan which had specific agenda items or
3 initiatives that were specifically for the Brunswick plan,
4 whereas the corporate improvement program had broader
5 ranging corporate activities in it.

6 MR. SEALE: Are those dates out of order?

7 MR. MILANO: Excuse me. Yes, they are. Well, it
8 is not out of order. What it is, is June. Then that should
9 have been July. Corporate improvement initiatives in
10 November and that in December. There was a mix-up in the
11 dates. Excuse me.

12 MR. SEALE: All right.

13 MR. MILANO: Lastly, I would like to say that
14 based on the submission of the licensee of both its three-
15 year plan and its the July 23rd letter which indicated all
16 these short-term mostly material conditions that the
17 licensee was committing to correct prior to the restart of
18 Unit 2, a confirmatory action letter was presented or was
19 issued by the regional administrator on December 18, 1992.

20 [Slide.]

21 MR. MILANO: Lastly, just to reiterate the key NRC
22 issues leading up to the shutdown were basically, again, the
23 NRC's review of the licensee's failure to set high standards
24 for material conditions, failure to provide support for a
25 overall improvement program, and lack of a critical self-

1 assessment.

2 MR. CARROLL: Where would I go in the regulations
3 to find out what adequate standards for material conditions
4 are?

5 MR. MILANO: I couldn't say that. I would be
6 talking off the top --

7 MR. CARROLL: So this is sort of a subjective
8 judgment.

9 MR. MILANO: Yes, it is a subjective judgment,
10 yes.

11 MR. CARROLL: On whose part?

12 MR. MILANO: On the part of the both the Region 2
13 and the NRR's staff.

14 MR. CARROLL: So it isn't the judgment of one
15 individual, one resident inspector?

16 MR. MILANO: No, it is not.

17 MR. CARROLL: Before you would ever suggest that
18 somebody had failed adequate standards, it would be reviewed
19 both at regional level and the NRR level?

20 MR. MILANO: Yes, it would be. Also, what comes
21 into play here is just trends that we observed and number of
22 safety system failures, down times in various pieces of
23 equipment.

24 MR. DAVIS: Did the plant management agree with
25 your findings?

1 MR. MILANO: Yes, they did. That is basically
2 what I was going to say. The licensee did their own self-
3 assessment and had basically come up with similar findings.

4 What I was going to lead into next, rather than
5 talking for them in particular, I was going to now turn the
6 podium over to Roy Anderson, the Vice President for CP&O, if
7 there aren't any further questions with regard to NRR.

8 MR. CARROLL: Okay. I guess just one other
9 comment. I hate to see the NRC using words like "high
10 standards." I don't think that is their function.

11 I think you should have some notion, preferably
12 based on the regulations, of what adequate standards are. I
13 am troubled -- I have always been troubled by the NRC being
14 in the IMPO game of pushing people towards excellence. I
15 know it is tempting, but I don't think it is what you are
16 getting paid for.

17 MR. MILANO: I understand.

18 MR. CARROLL: You understand that comment.

19 MR. CATTON: Jay, if you could tie that high
20 standards for material condition to the results of an IPE or
21 something, that changes it, doesn't it?

22 MR. CARROLL: Yes, it probably does.

23 MR. LINDBLAD: And then tie that to safety goals.

24 MR. CATTON: And somehow organizational factors
25 have got to fit in there, even if our colleagues don't

1 believe it.

2 MR. WYLIE: Would you explain that second bullet,
3 what that entails?

4 MR. MILANO: The failure to provide support for
5 improvement. Basically, what it was was it was felt that
6 the corporate organization was not providing enough
7 resources and support to the engineering or plant staff.

8 MR. WYLIE: Are you talking about funds? Money?

9 MR. MILANO: Predominately, yes.

10 MR. CATTON: Do you have some sort of a scale?

11 MR. MILANO: No, I do not.

12 MR. CATTON: For relative spending so that you can
13 -- how do you decide that then? In some areas like real
14 estate you can recognize good management straight away from
15 the amount of money they spend on various things. How do
16 you recognize it here?

17 MR. MILANO: All I can say in here is that there
18 were at least two previous improvement programs. Both
19 failed to maintain long-term -- show long-term gains.

20 There were some short-term improvements after the
21 two programs, the Brunswick Improvement Program and the
22 integrated action plans were instituted. They shortly
23 peaked. The improvement trends declined.

24 We were saying therein is the fact that, based on
25 those indications and the general deterioration of plant

1 systems, that was indicative of a corporate culture not to
2 set themselves high enough standards.

3 MR. WYLIE: On that second bullet, I am still sort
4 of puzzled about that. You detected they didn't meet
5 schedules for improvement? Is that the way you assessed
6 that?

7 MR. MILANO: A number of the improvement programs,
8 yes -- let's talk about the IAP, the integrated action plan
9 -- had both specific actions that needed to get completed
10 and had schedules for completion.

11 By and large, there was a general trend to meet
12 the schedules, but some of the things either did not get
13 completed or did not get the ultimate goals that were
14 desired by that program, and there was no revision or
15 refocusing of those programs to try to get the underlying
16 goal that was meant.

17 MR. LINDBLAD: Mr. Milano, now they have returned
18 to power, have they?

19 MR. MILANO: Yes, they have.

20 MR. LINDBLAD: And was the critical element,
21 repair of some material, false or was it management issues
22 that was the critical element in retaining the power?

23 MR. MILANO: I would say the majority of the
24 critical elements were material issues. There were -- I
25 don't know the full numbers of them but they were on the

1 order of probably 100 different tasking falling into about
2 four or five major groups.

3 One, corrosion related activities; diesel
4 generators in themselves; seismic issues, like with the
5 masonry walls, and stuff like that. Those were
6 predominantly the critical issues that needed to get
7 completed prior to the restart.

8 The management and long-term actions, while not
9 tied directly to restart, were the fact that the programs
10 were in place and some movement was going on them. But
11 their completion will take a number of years.

12 MR. LINDBLAD: All right. Thank you.

13 MR. CARROLL: Now, at some point we will get into
14 the cracked holdowns?

15 MR. MILANO: While we are not going to talk in
16 detail to them, the core shroud cracks occurred prior to the
17 Unit 1 restart during its refueling outage.

18 I am going to talk to the fact that that occurred
19 at a later point in the presentation as we talk about the
20 specifics of the restarts.

21 MR. CARROLL: Okay.

22 MR. MILANO: Mr. Anderson?

23 [Slide.]

24 MR. ANDERSON: Good morning. My name is Roy
25 Anderson. I am the Vice President of Brunswick Station.

1 Just as a history, I have been 25 years in this business. I
2 started at the Knolls Atomic Power Laboratory with General
3 Electric Company and then went to GE's commercial business
4 in their nuclear construction and engineering services.

5 I then went to Boston Edison company at their
6 Pilgrim plant in 1987 and was there until I joined Carolina
7 Power & Light in January of 1983.

8 [Slide.]

9 MR. ANDERSON: By way of background for the plant,
10 Carolina Power & Light's Brunswick plant is located on the
11 southeast corner of North Carolina, about 30 miles south of
12 Wilmington and about two miles from the coast. Its cooling
13 system -- it's cooled by river water. It does not have a
14 cooling tower, although, as you can see from the photograph,
15 one was planned.

16 [Slide.]

17 MR. ANDERSON: Brunswick Station has two General
18 Electric boiling water reactors of 790 megawatts apiece.
19 The containment is a modified Mark I with a direct torus
20 vent. The units went into service or actually got operating
21 licenses in 1976 for Unit 1 and 1974 for Unit 2.

22 Pardon?

23 MR. CARROLL: I was going to say time really
24 flies.

25 [Slide.]

1 MR. ANDERSON: Yes, sir. Since that time, the
2 Brunswick plants have had an up and down history, and I
3 think the most obvious example perhaps is the average unit
4 capacity factor is hovering around 50 percent for the units.

5 [Slide.]

6 MR. ANDERSON: In 1992, as Pat described, seismic
7 issues were identified in the diesel generator buildings and
8 both units were shut down. Extensive inspections and work
9 went on looking at anchor bolts, code margin issues on
10 anchors and supports, and ended up in a significant amount
11 of work in excess of a year. There were also performance
12 issues and Pat mentioned the confirmatory action letter.

13 Those issues broke down both into management and
14 programmatic issues, which I will describe briefly.

15 Our enforcement history and our cyclic performance
16 let to the confirmatory action letter.

17 MR. DAVIS: Excuse me.

18 MR. ANDERSON: Yes?

19 MR. DAVIS: How were the seismic problems
20 discovered? Was this part of an A-46 review or was it part
21 of the PRA that was done early on?

22 MR. ANDERSON: My understanding, and I don't know,
23 John, if you can help me, but my understanding is it was
24 part of an inspection.

25 MR. DAVIS: By the NRC?

1 MR. ANDERSON: I believe it was NRC that found the
2 problems. Yes, Pat?

3 MR. MILANO: What happened was there was an NRC
4 inspection that took place and one of the actions was as
5 they were looking at some corrective actions that had
6 occurred through some previous deficiencies and when the NRC
7 inspector was going through the paperwork trail for the
8 completion of a previous deficiency, one of which was that
9 there possibly was an error in the through-wall bolting
10 between the two steel plates that reinforced the masonry
11 walls, he came through and found out that a complete
12 evaluation of the other bolts and stuff like that had not
13 occurred, and because of that the Licensee went back and
14 looked further into it, and that is when more of the same
15 problems were found and arose.

16 MR. DAVIS: Thank you.

17 MR. CARROLL: Anchor bolts were big in those days.

18 MR. DAVIS: The bolts were big or the issue was
19 big?

20 MR. CARROLL: The issue.

21 MR. ANDERSON: Yes.

22 [Slide.]

23 MR. ANDERSON: From the standpoint of management,
24 and it was interesting the comments earlier about
25 management, it was not focused on operations, and it was

1 rather insular with regards to change.

2 The organization was centralized, and if I said
3 "centralized empires" that would probably be a description.
4 Training, for example, did not report to the site. It
5 reported to Headquarters, so to communication with Training
6 to get some customer response, the communications went up
7 the site chain across to the corporation, back down to the
8 site and back and forth.

9 Accountabilities were a process and not product-
10 oriented, if I would characterize an accountability of
11 moving this stack to you but not necessarily solving any
12 issue. This was my observation when I got there.

13 Communications were poor, as you can imagine, up
14 and down, as opposed to across person-to-person.

15 Self-assessment again focused on process: Are we
16 following the process, rather than are the results being
17 achieved? I think the results were a series of band-aid
18 fixes, some in the material area. One that comes to mind is
19 our service water system, and we used brackish water from
20 the Cape Fear River; it was carbon-lined carbon steel pipe
21 and we continued to patch it instead of going to copper,
22 nickel or a more corrosive-resistant pipe.

23 In the plant's history there have been several
24 seawater leaks, service water in the reactor building, and
25 that is just unsatisfactory.

1 MR. SEALE: Could I ask a question?

2 MR. ANDERSON: Yes.

3 MR. SEALE: You had mentioned as one of the
4 symptoms of the insular empire a problem in the training
5 area. Was that difficulty identified in any of the INPO
6 training assessments or evaluations of the plant?

7 MR. ANDERSON: Yes, sir. I believe it was, and it
8 was also, if I recall back in history, I think it was in
9 1990 our operators actually failed their requalification
10 exam. I believe it was in '90 or about that time frame, so
11 I mean there were indications that something needed to be
12 done.

13 MR. CARROLL: But arguably for a utility with a
14 couple of nuclear power plants like CP&L had, some training
15 function in the general office to service the two plants at
16 least made some sense, didn't it?

17 MR. ANDERSON: I think it does, but if I would --
18 I guess the characteristic is we have multiple plants, two
19 boilers and two pressurized water plants. From a setting of
20 standards I believe there is a need for corporate oversight.
21 When it comes to a customer-supplier relationship, when an
22 operator needs to be trained and says I need more help on
23 this piece of equipment or a maintenance person says we have
24 gotten new digital controls and I need help -- that should
25 happen just like that. Maybe we're in violent agreement on

1 that one.

2 MR. CARROLL: I think we are.

3 MR. ANDERSON: In any case, there was no focus on
4 people either. There was a tendency in the past to work on
5 the hardware, and unfortunately the hardware without the
6 people is just a monument and whether it runs or not depends
7 on how well we deal with our people.

8 [Slide.]

9 MR. ANDERSON: From a programmatic standpoint --
10 and to some degree, many of these things are a result of
11 that management focus that I described on process as opposed
12 to result, we had a large poorly understood backlog in 1993
13 when I came.

14 I wanted to see those that affected safety, those
15 issues, open items that affected safety systems, those that
16 were considered operability, those that were considered
17 reliability -- they were not readily forthcoming, and for a
18 large part of 1993, we sorted that out.

19 The work tended to be production-driven and not
20 operations-driven. Operations in this business is the
21 ultimate customer. What does the operator need to run the
22 plant? What does it need fixed?

23 It tended to be that the maintenance folks, if I
24 were to just characterize it, selected the work. I will
25 just overstate the position a little bit -- selected the

1 work that they worked work. That meant some areas of the
2 plant were left wanting.

3 There were many temporary conditions. Temporary
4 conditions are work arounds, those things that do not work
5 as they were designed, but you can operate it in manual,
6 level controls that would take operator tours to
7 periodically adjust. Flow control valves where the bypass
8 was used would be a couple of examples.

9 I would say that the culture and the attitude was
10 to modify the plant and not necessarily maintain it. We
11 have moved against that. My position is I want the best
12 maintained 1975 vintage boiling water reactor type four in
13 the world. But I don't want it modified. If it doesn't
14 work, we will fix it. But I don't want to change because I
15 didn't do maintenance on it. You have to maintain the
16 equipment.

17 There were large areas of the plant that required
18 anti-Cs, protective clothing, to enter. They were
19 contaminated. Those are inhibitors to doing work. It is a
20 barrier. Anything I have to take off my street clothes and
21 put on anti-Cs and enter that area, that is a barrier from
22 doing work. It is tough to get enthusiastic about changing
23 your clothes and going into those areas.

24 There were repeat failures. I have a tendency to
25 run from one issue to another.

1 Now, an important point here is that when I look
2 back at the history of the Brunswick plant, I don't think
3 Brunswick ever lacked for the funds to do the job right. I
4 have run a couple of power plants and the amount of money
5 that they had to do the work necessary was sufficient. I
6 believed that it was not properly focus.

7 If the feeder reg valve needs to be overhauled,
8 you don't replace it. You overhaul it. Sometimes just
9 because it is a 1975 design pump control, doesn't mean it is
10 a bad one if you maintain it. I think the money that was
11 spent very often was in continual change as opposed to
12 maintaining the plant.

13 MR. CARROLL: In that time frame, what was the
14 plant complement?

15 MR. ANDERSON: This is an estimate of mine. But
16 the plant had about 800 people, as I recall, 850 full-time
17 CP&L employees.

18 MR. CARROLL: For the two units.

19 MR. ANDERSON: And at least that many, if not
20 more, contracted staff. When I came -- which is an issue
21 that I want to get into because programmatically you have to
22 invest in your people. If you don't invest in your people,
23 then you never make a gain. When I came to Brunswick, we
24 had about 850, 900 CP&L employees on site. We had 2,000
25 contractors.

1 MR. DAVIS: For both plants?

2 MR. ANDERSON: Yes, sir. Today we have about 400
3 contractors on-site and about 1,000 CP&L employees.

4 MR. CARROLL: Is the objective zero contractors?

5 MR. ANDERSON: I never say never and I never say
6 always. The objective is to do the work in-house and to use
7 contractors. Contractors provide a valuable resource. They
8 are only a problem when we don't use them correctly.

9 When you have a technology that I can't afford to
10 have every day, you bring in that technology. You use it.
11 You thank the person. You send them on their way.

12 When you have a peak work load, and you don't have
13 enough welders for a very short intense maintenance period,
14 you bring them on. You use them. You thank them very much.
15 "See you next time." You send them on their way. But you
16 don't let them stay around to where they start doing the
17 work that the people at the station should do.

18 I think that was a trap.

19 MR. CARROLL: That sounds like the speech I used
20 to make.

21 [Slide.]

22 MR. ANDERSON: If I describe what I believe were
23 the problem, then the antithesis is the things that we have
24 done over the past year to change that.

25 We brought in some new key people. It was not a

1 significant number of people. It was on the order of, in
2 management, maybe 20. But we promoted some people. But we
3 had to get a fresh focus. We had to set a clear vision and
4 a clear mission statement, something that everybody could
5 hang onto.

6 When you chatted earlier and you talked about
7 management or organization, that is exactly what the issues
8 were. There is fundamentally nothing wrong with that power
9 plant if it is maintained. At least that is my belief.

10 The vision. We intend to be world class. That
11 means upper quartile in SALP. 81 percent capacity, upper
12 quartile in capacity, and 17.5 mils or upper quartile in
13 cost. It is a business.

14 The mission statement of Brunswick Station.
15 Everything that anybody does has to get tied back to. Our
16 mission is to provide safe, reliable, economic, and
17 environmental sound electric from nuclear power. Not one
18 with the other. That is important.

19 We took that mission statement and drove it down
20 in the organization, and anything -- you can come to my
21 station. If you want to talk to supervisors or individual
22 contributors -- anything that anybody does, they can relate
23 back to that.

24 We focused on people. I will talk a little bit
25 about it with an organization chart. But we unitized the

1 plant. The plant characteristically had a history of
2 running from one plant to the other. The maintenance force
3 would focus on Unit 1 and do something while it seemed like
4 Unit 2 went to seed. Then it would go back to Unit Number 2
5 while Unit 1 went to seed.

6 We unitized the plant. There are two plant
7 general managers. After this I will show you that chart and
8 focused it on OPS. An interesting thing about a nuclear
9 power plant different from a fossil plant is that a nuclear
10 power plant never stops operating if it is at 100 percent or
11 zero percent. Once you have irradiated the fuel, it is
12 always operating.

13 That means that outage management has to report to
14 the plant general manager because he is responsible for the
15 operation of the plant. That was a change.

16 We benchmarked, got management involved. We
17 started a backshift surveillance program between the hours
18 of 10:00 at night and 5:00 in the morning. You will find a
19 manager on shift. The objective was to get management with
20 their customers, the operators and the maintenance folks on
21 the backshift to find out what they did.

22 We gave each manager -- for example, you may be
23 responsible for security. You may get the tag-out procedure
24 because we give each one a tag-out procedure. Your job is
25 to read it, and your job is to go on the backshift and

1 observe it and talk to the people who are responsible for
2 implementing it.

3 Then we tell the people on shift to ask this
4 fellow what he does for a living. If he can't give you a
5 good explanation, you tell him the problems you've got with
6 his organization. That works pretty well to get going. (a)
7 it broadens the background, and (b) there is a synergy
8 between the people out trying to support and the people who
9 are being supported.

10 We initiated a self-assessment. It really comes
11 down to an ownership issue. The self-assessment process was
12 key to our start-up. I will talk about that in a little
13 bit.

14 But when we did that self-assessment, it was one
15 that -- and it started with me -- using INPO Guidelines
16 which are very good as a standard. I came in. We talked
17 about the people, the process, and the plant, the resources
18 that you had to do your job. I started and established the
19 standard at that point. In the end, each operator certified
20 that they were ready to start up, and if they weren't, we
21 took action.

22 We brought ownership in with training advisory
23 groups, both operations maintenance and engineering. But,
24 for example, the training group need to have a customer/
25 supplier relationship because it is an impossible thing if

1 the trainer -- if the customer, the maintenance person, for
2 example, says that, "I didn't get the training that I
3 needed."

4 That is a oxymoron in terms because a training
5 group's mission is to provide that training. They can say
6 that I didn't tell them that I needed this training. I
7 didn't recognize it, but they can't say that I was refused
8 it. That has been a change.

9 Our plans are different. Instead of process, we
10 focused on results. What are the measurables? I like the
11 term, it's called "deliverables." We don't -- I would just
12 give you an example. When I reviewed the plans of the past
13 it would talk about evaluate something.

14 I don't want anything evaluated. I want to know
15 at the end of this period of time I will be getting a
16 deliverable and it will have the following measurements. I
17 will have a work scope to do, it will be defined by the
18 cost, by the material, by the people, by the plant
19 conditions. That I can understand. But don't evaluate it.
20 Say what you are going to deliver, what can I do with it and
21 that has made a difference.

22 We have paid for performance. Again, it gets back
23 to accountability. It was kind of interesting, last year it
24 was the first year. We have a 401-K share program. We have
25 to get people interested and understanding that your job is

1 based on plant performance. So we set our 401-K program in
2 place. Instead of how the company does, so that -- well, in
3 1992, Brunswick operated for three months then didn't turn a
4 lick for the year. My people participated in the company
5 portion of the share, the 401-K program.

6 In 1993 we set out specific goals with regard to
7 backlogs in maintenance, errors, reliability of emergency
8 core cooling systems, accreditation of training programs
9 with INPO. Their ability to participate in the program
10 depended on their performance. That's kind of interesting.

11 As it turns out, by the way, we participated 100
12 percent, the people rallied. But that's different in the
13 past.

14 [Slide.]

15 MR. ANDERSON: A little bit on the organization.
16 As was mentioned earlier by Pac, we decentralized our
17 organization and focused it on the site. Training which
18 used to report to headquarters now reports on site.
19 Licensing, over here in regulatory affairs, used to report
20 to headquarters; it now reports on site.

21 We do have a central licensing arm to look at
22 generic issues. But the specific issues that we deal with
23 on the site come from the site.

24 Nuclear engineering department, as we talked about
25 earlier, now reports to the site. There is a central --

1 there is a vice president of nuclear engineering for common
2 issues but as regards customer focus, operations focus,
3 supporting the needs of the plant, nuclear engineering is
4 located on site.

5 We focused on ops. I mentioned earlier that we
6 unitized. We established a new position called director of
7 site operations and gave him the resources, that is
8 radiological controls, the work control system. We unitized
9 the plants. There are two plant managers here. The
10 training and technical support, which I would call the
11 system engineers, those people that monitor system
12 performance.

13 You will notice also that, again getting back to
14 the position that the plant never stops operating, it's 100
15 percent, it's zero percent, fuel in, fuel out, you always
16 have to treat it like an operating plant. I mean, the
17 fundamental issue when we talk about shutdown risk is treat
18 it like an operating plant.

19 Outage management group reports to the plant
20 general manager. Right now we have just completed -- we had
21 both units up and running and Unit Number 2 completed the
22 longest run in its history, the first breaker to breaker
23 run, meeting its commitments. That plant manager is in an
24 outage and it's his responsibility -- previously we used to
25 have an outage organization and it was almost like the

1 responsibility of the plant was turned over to the outage
2 group and when they were done work they would give it back.
3 We don't do that anymore. My opinion is it's a wrong way to
4 do business.

5 We've also, to focus on ops, we've initiated
6 senior reactor operator training. The real issue is
7 integrated plant knowledge. Part of having a spotty history
8 is not understanding. You may have a great electronics
9 technician but the person does not understand how the
10 integrated plant works. So we initiated a certification
11 program. It's similar to the license program in all aspects
12 except that we don't require that person to become
13 proficient in the maneuvering of the control room switches.
14 We are sending all our managers through that.

15 If I had to list them, I am certified on a boiling
16 water reactor. John Cowan, who is here today, the site
17 director, is certified on a boiling water reactor. The
18 regulatory affairs manager is certified on a boiling water
19 reactor. The work control manager is an ex-SRO. Both plant
20 managers, both ops managers, both maintenance managers, one
21 of the outage managers and the tech support manager have all
22 been certified. They understand integrated knowledge of the
23 plant.

24 We have also increased the number -- this is an
25 investment in people -- increased the number of people going

1 through the SRO program. It is kind of interesting, the
2 original title when we got there was the Brunswick Nuclear
3 Project. We are not the Brunswick Nuclear Project; we are
4 the Brunswick Nuclear Plant. We are through building that
5 plant. Let's maintain it and run it.

6 The shift is then the success chain has got to
7 come up through operations. If you're a bright, hard
8 charging engineer, your best opportunities are to license
9 and to do a short stint in ops to understand how the plant
10 works before you go off into mechanical or electrical or
11 civil or before you become a maintenance supervisor.
12 Because then how do you say, the errors that are made by
13 lack of knowledge of integrated plant are a lot fewer. The
14 dependence on a few people in the control room to make sure
15 things don't conflict doesn't occur. We have seen the
16 benefit of that, again, the long runs, the work control
17 center.

18 We established organizations around deliverables
19 and I have two examples here. Right now I think nuclear
20 engineering. We had a nuclear engineering group that
21 reported to Raleigh and we had a modifications group down
22 here. Sometimes you'd hear these conversations that went
23 along the line where the designer says the constructor, the
24 modifications group couldn't construct their way out of a
25 wet paper bag if you gave them a knife and instructions.

1 And, of course, the constructor says that the engineer
2 couldn't engineer their way out of a wet paper bag if you
3 gave them instructions. We put those two groups together.

4 The deliverable is a modification, if this is what
5 we're doing, to the plant. Not a mod package, a working
6 modification. So we broke that boundary down.

7 Work control. Work control took operators out of
8 the plant, moved them over and now work control manages the
9 work, assigns the work.

10 As I mentioned earlier, maintenance used to assign
11 it, now ops decides the priorities. We don't have system
12 hiccups. We don't take a piece of equipment out twice when
13 you can only take it out once and get all the work done. We
14 don't run a surveillance to test a piece of equipment and
15 then take the equipment out and do maintenance and have to
16 run the surveillance to test operability. We just don't do
17 that anymore. It all came around work control.

18 Which is interesting, because if you talk to my
19 maintenance supervisors, they will tell you that work
20 control is onerous. However, when I look at results, the
21 result is that the productivity is two times what it was
22 when we didn't have work control and maintenance selected
23 what they wanted to work on and when, which is interesting.

24 I think also because of unitizing and because of
25 going after the SRO chain, the integrated plant knowledge

1 chain, we have built depth into the organization, and that
2 will come into the future with sustaining this.

3 [Slide.]

4 MR. ANDERSON: From a programmatic standpoint, we
5 view self-assessment to drive standards and re-baseline the
6 organization.

7 The start-up readiness process was a self-
8 assessment where each organization, down to an individual,
9 had to certify that they were ready to go and go through
10 their resources. When they talk about the organization, the
11 number of people you have, the training that they have, the
12 status of your procedures, the equipment that you need to do
13 your job.

14 It also empowered people. When we started up it
15 had been in the past that management decided when the plant
16 was ready to start up. We didn't do that this time.

17 We had operators and system engineers walk each of
18 the systems down, and they had to certify to us that it
19 would be reliable.

20 Now, we put bounds on it. I wanted every licensee
21 event report reviewed, every repetitive failure looked at,
22 and I wanted to know why it wouldn't occur or, if it was
23 something we were not prepared to deal with, what we were
24 going to do to mitigate it if it did occur. But it was very
25 successful.

1 When we got ready there was a great deal of
2 confidence down in the ranks that we were ready to roll, and
3 I think the performance has demonstrated that.

4 Again, the work control process, which I mentioned
5 earlier, we used an X-senior reactor operator to run that,
6 we used SRO on a shift rotating basis to maintain the
7 program, and, as I mentioned earlier, we have seen a factor
8 of 2 increase in productivity.

9 Also, I will give some credit to Maintenance
10 because some of the training we did, the rework has also
11 gone down.

12 We've implemented an effective performance
13 management program, which is a series of evals. When you do
14 a self-assessment and you go to re-baseline the
15 organization, you have to translate the mission -- safe,
16 economic, reliable, environmentally sound -- to things that
17 organizations do and that you can measure.

18 It has to come down to people where you have some
19 clear expectations and accountabilities, and that is what we
20 have done.

21 It is not negative. It can be, certainly. I
22 mean, we have had our fair share of moving people along, but
23 it can be just as well with incentive awards, with
24 performance awards, which we have done.

25 From the standpoint of knowing where we are and

1 where we are going we benchmark. That means going out and
2 visiting plants that do things the best. We have done that
3 on a significant basis. We establish peer groups.

4 Because we are, as you mentioned, a multi-nuclear
5 unit utility, we have the benefit of being able to have all
6 the maintenance managers get together and look not only
7 internally at what we do best, but also go externally,
8 either on IMPO reviews or on our own to look at plants that
9 do something better than we do.

10 In other words, don't wait until you have a
11 problem to say let's go fix it. But let's go proactive and
12 look forward and find out somebody that does something
13 better than we do. It makes us less insular; it makes us
14 more involved in the industry.

15 [Slide.]

16 MR. ANDERSON: I think the results are that we
17 have seen a cultural change. We have a questioning attitude
18 at the station. There is not a fear to ask why anymore.

19 Out of the system walkdowns, other than the
20 confidence that the engineer and the operator believe the
21 system would support, the next largest benefit or maybe the
22 greatest benefit was people were not afraid to question why
23 we are doing something anymore. It is not a monolithic
24 "management wants it done." We don't do that. Everyone has
25 a say.

1 We have measurable milestones. Pat Milano
2 mentioned our three-year plan. We have a three-year plan.
3 We have transitioned it to the business plan. Set
4 milestones, accomplish milestone. And we have a mission.

5 Unit Number 1 start-up and some examples of
6 performance, we had the smoothest start-up in the units
7 history. Maybe the smoothest start-up of a boiler, I don't
8 know, on Unit Number 2.

9 We took the lessons that we learned from Unit
10 Number 2 and applied them to Unit Number 1. Unit Number 1's
11 start-up was better. It took less time, and the mistakes
12 were the pieces of equipment that we found wanting or not
13 wanting in Unit Number 1 start-up.

14 Unit Number 2 for the first time in its life ran
15 breaker to breaker 312 days. And the long-run isn't
16 significant in itself. The mission is high capacity factor,
17 and if that occurs every 150 days, you shutdown to fix
18 something on a plan basis, that's fine.

19 The significance, I think, though is that the work
20 that the people selected, the engineers and the operators
21 that walked through the reviews of past histories as to why
22 repetitive problems occur and what we did about them was a
23 success.

24 Unit Number 1 has been critical since February 1st
25 of this year and runs continuously.

1 We have set out its priorities. I mentioned
2 earlier that we had an issue where we had a large undefined
3 backlog. I think, again, the unit runs. That we did get to
4 the right work, and it was prioritized correctly, and we
5 continued to work it off. The backlogs continued to go
6 down. We did 17,000 maintenance items in the past year.

7 From the standpoint of people, we invest in them.
8 We have a succession plan. One thing that we didn't have in
9 the past, because everybody has to know what their strengths
10 development needs are, and then we have to do something
11 about them, so we built in-depth in that respect.

12 I sent last year every manager and every
13 supervisor to management training. Supervisor training took
14 a month to do. That training was beginning to bleed me
15 white of people, but in the end it paid off.

16 Most of our supervisors at the station had never
17 been through a supervisory training course. Now all of our
18 supervisors have been through a supervisory training course.

19 Again, I mentioned the SRO training, the training
20 advisory group's ownership of the process, and new
21 facilities.

22 I have some pictures of the plant. I would just
23 like to comment because I have talked a lot about the people
24 and the change here. What you are about to look at is
25 either a monument or an operating plant, and the difference

1 between the two is the people.

2 [Slide.]

3 MR. ANDERSON: This is at 20 foot of the reactor
4 building. Those are the control units. There are no
5 contaminated floor space. Remember, a roped off area in its
6 basic sense is a barrier, a barrier to going in and checking
7 and doing work.

8 MR. MICHELSON: Have you made any changes to that
9 scram discharge volume right above those units?

10 MR. ANDERSON: That mod was done. It has worked
11 fine.

12 MR. MICHELSON: It is a low radiation area now?

13 MR. ANDERSON: Yes, sir. This is an RHR heat
14 exchanger.

15 I want to point out, you notice the blue piping.
16 That's service water. One of the initiatives we take,
17 mission statement, make it easier to do the right thing
18 rather than the wrong thing, eliminate barriers.
19 Contaminated areas are barriers.

20 We're color coding our pipes. So now you and I
21 could walk through and when you enter a room you will be
22 able to identify -- my goodness, there's water spilling out
23 of the top of this valve. You and I are not licensed on the
24 plant. But you can go to the room and see that a pale blue
25 color is service water and you can make an intelligent

1 report to the control room that I was in the room number and
2 there's a service water leak from vale number -- I mean, we
3 can do that now.

4 Again, it is make it easier to spread that
5 knowledge around.

6 [Slide.]

7 MR. ANDERSON: This is an RHR pump. Again, the
8 green is -- this pale green, and unfortunately the colors
9 aren't too good, there's a pale green color here. That's
10 the color of the RHR system.

11 [Slide.]

12 MR. ANDERSON: This is my favorite. This is in
13 the lowest part of the plant, the proverbial basement. This
14 is the HPCI turbine. This is the high-pressure coolant
15 injection, our high pressure safety system. I like to call
16 it hospital clean and it is. It also happens -- by the way,
17 both units happen to have excellent safety system
18 reliability, not because we changed them, because we
19 maintain them.

20 [Slide.]

21 MR. ANDERSON: This is the RCIC system and I have
22 to read it. Reactor core isolation cooling. I wish they
23 called it just the small HPCI, but we never did. This is
24 not a safety system but again you can see color coded pipe.
25 This is also in the lowest place in the plant.

1 This is the core spray room, as you can see. If
2 you will, this is the side of a square building, that's the
3 reactor building and you see the wall of the torus here kind
4 of cutting, it's a triangular shape. But this is the core,
5 this is the color of core spray. You see a leak from that
6 and you know it's core spray, you have a question about it.

7 The position we took is if you can keep the
8 basement clean, you can keep the rest of the plant clean.
9 So we started at the bottom and worked up, sometimes to the
10 painters' chagrin.

11 There are not preservation issues.

12 This is the reactor building closed cooling water
13 heat exchangers. This is 50 foot. So we were down to the
14 minus -- what's the lowest level, John -- minus 17 feet
15 below sea level. Now we are up to 50 feet above sea level.
16 These are the heat exchangers. This is some of the piping I
17 had mentioned earlier. This is, in essence, brackish water
18 on one side of this heat exchanger and the pumps.

19 You can't see it, but we did some things to reduce
20 the maintenance. We put in mechanical seals. These don't
21 leak anymore. Nice, reliable mechanical. Not the old
22 packing gland and two nuts to adjust.

23 [Slide.]

24 MR. ANDERSON: Again, another shot on the 50-foot
25 level.

1 [Slide.]

2 MR. ANDERSON: This is an RHR service water
3 booster pump and I think you can see some of the
4 modifications we did to foundations. You'll notice this is
5 one large stainless steel bed. There was a lot of corrosion
6 here and anchor bolts were in the concrete.

7 The modifications we did were to make a complete
8 new bed plate, do it once, do it stainless and we won't be
9 there again. You can also see some of the new material
10 piping. I guess this is a bad picture to do that. But some
11 of the copper-nickel piping that we're putting in the
12 service water system to reduce the amount of maintenance
13 because that type of maintenance doesn't get you ahead in
14 plant performance, it's an inhibitor to plant performance
15 every time you fool with a leak.

16 MR. CARROLL: You're using copper-nickel up to
17 what size?

18 MR. ANDERSON: I don't know. I have -- you're
19 talking about -- well, I've seen copper nickel about up to
20 18 to 24 inches, John?

21 Most of the work right now is going on in the
22 diesel generator building, getting rid of that carbon steel
23 and getting in the copper-nickel.

24 MR. MICHELSON: How are you doing the bio fouling
25 for the seawater side?

1 MR. ANDERSON: Chlorination.

2 MR. MICHELSON: Chlorination. Continuous or
3 batch?

4 MR. ANDERSON: Pardon? Continuous.

5 MR. MICHELSON: And you don't have any more tube
6 worms and all the other kinds of problems then?

7 MR. ANDERSON: I'm sorry?

8 MR. MICHELSON: You do not have any more of the
9 bio fouling problems, tube worms, the clams and so forth,
10 mussels?

11 MR. ANDERSON: I never say "never."

12 MR. MICHELSON: You did say that, yes. You're not
13 presently having it?

14 MR. ANDERSON: That's correct. Right now the plan
15 is that we will get copper-nickel in. If I had to make a
16 split, those pieces of pipe that I cannot walk down, we'll
17 put copper-nickel in. Those pieces that I can walk down, we
18 walk down each outage and inspect.

19 [Slide.]

20 MR. ANDERSON: This is the hallway and you are
21 leaving Unit Number --

22 MR. MICHELSON: You know, copper-nickel does have
23 a history of having problems in alternately flowing and
24 stagnant systems.

25 MR. ANDERSON: Yes, it does.

1 MR. MICHELSON: You've got to be careful of that.
2 Condenser tubes, copper-nickel condenser tubes have had a
3 lot of difficulty in that regard when units are shut down
4 and returned to service.

5 MR. ANDERSON: It will be interesting to see. I
6 put titanium service water piping in at Pilgrim and then
7 when I saw the grounding mechanism I shook, and looked at
8 the valance. Yes, sir, I am aware of that.

9 This is the hallway, if you will. You are
10 entering Unit Number 1 from Unit Number 2. The reactor
11 building is on this side and the valance or plant turbine
12 building is on this side.

13 One of the missions, and it's very interesting to
14 watch, but if you watch my employees now and it is very
15 difficult to measure but it's intangibles, they smile now.
16 When someone can go in in their street clothes and do a job
17 and not come out dirty, when someone is proud to bring their
18 family where they work, because one of the things we said
19 is, I'd like everybody to bring their family and show them
20 where they work.

21 I didn't bring any "before" pictures, but it was
22 not a place you could be proud of. This is.

23 MR. CARROLL: What does it say on the stop sign.
24 I couldn't read the small print.

25 MR. ANDERSON: It says, "Stop. You are in Unit 1.

1 Think."

2 We have unit number mission, right. Do an outage
3 on one unit and not work on Unit Number 1 by mistake, Unit
4 Number 2 is shut down. We have a program that's called
5 STAR, stop, think, act, review what you did and it has been
6 very effective.

7 [Slide.]

8 MR. ANDERSON: Now, I just wanted to show
9 something. This happens to be Unit Number 2, this is the
10 main feed pump. This is a room we opened up. It is
11 normally a high radiation area during operations, behind
12 shielded walls. This is after 312 days of continuous
13 operation. If you do the maintenance correctly, if you take
14 the time to preserve it, it stays that way. It does not
15 become something that you have to go over and over again.

16 [Slide.]

17 MR. ANDERSON: This one, here's another shot of
18 that same room. We just opened it up, so it was an
19 opportunity to take a picture. Unit Number 2 is now down in
20 a refueling.

21 [Slide.]

22 MR. ANDERSON: here are the feed condensate
23 booster pumps in Unit Number 2. The shot doesn't show it
24 well but one of the things we did is the floors in Unit
25 Number 2 are blue and the floors in Unit Number 1 are white.

1 Again, we want to split the units, make it easy to do the
2 right thing. You've got a blue piece of paper you're
3 working on, work document, you're in Unit Number 2.

4 MR. MICHELSON: How do you do the train
5 identification within the unit? Like RHR for instance.

6 MR. ANDERSON: It's identified by label.

7 MR. MICHELSON: But not by color?

8 MR. ANDERSON: No. The plant manager of Unit
9 Number 1 says that it's unfair because his floors are white
10 and harder to keep clean. I told him they're probably both
11 just as hard to keep clean, one of them just shows it more.

12 [Slide.]

13 MR. ANDERSON: The diesel generator room.

14 [Slide.]

15 MR. ANDERSON: And this is the control room. And
16 here is another area. I believe the work at Brunswick was
17 more personnel related than hardware. We did a lot of
18 hardware work, but whether it becomes a monument that's
19 perfectly restored and changes from that point or whether it
20 stays there and runs is the people that are there.

21 This is the control room. Our control room
22 operators are in standard attire. They wear ties.

23 MR. MICHELSON: Would you flash your diesel
24 generator compartment for just a moment?

25 [Slide.]

1 MR. ANDERSON: You are looking down, one of the
2 Norberg diesels.

3 MR. MICHELSON: Down beside the wall.

4 MR. ANDERSON: Yes.

5 MR. LINDBLAD: Can you remember what the
6 dimensions of that diesel generator room are? We had
7 another issue yesterday on typical dimensions of a diesel
8 generator room.

9 MR. ANDERSON: Oh --

10 MR. LINDBLAD: How tall is the ceiling for one?

11 MR. ANDERSON: 40 feet?

12 MR. LINDBLAD: Thank you, that's all I need.

13 MR. ANDERSON: It's a big room. If the question
14 is enough room to do maintenance, which is usually when I
15 walk into a space, we have the room.

16 [Slide.]

17 MR. ANDERSON: Standard attire. We are going to
18 standard attire with our maintenance folks. If I said to
19 you, it's like everyone here wears a tie, it's a sign of a
20 professional, our operators responded to that.

21 MR. CARROLL: Ohhhhhhh --

22 MR. LINDBLAD: Keep going.

23 MR. ANDERSON: I stepped into it?

24 MR. WILKINS: You don't know why you lucked out,
25 but we do.

1 [Laughter.]

2 MR. CARROLL: When you talk about standard attire
3 for maintenance people, you are certainly not talking
4 neckties, are you?

5 MR. ANDERSON: No, sir, but we are talking about
6 standard -- for example, khaki or blue pants, cotton.

7 MR. CARROLL: Okay.

8 MR. ANDERSON: I'm talking about a collared shirt
9 or almost a polo shirt in the summertime. I'm talking about
10 a pair of coveralls with a company logo. It was always
11 interesting, when I walk on a site I always look for
12 something -- do company employees wear the company logo or
13 do they wear the contractor's logo with all those jackets
14 and coffee mugs and that stuff? I'd prefer my company logo.

15 MR. CARROLL: Now tell me about the operator in
16 the control room. Does he take his tie off when he goes out
17 in the plant? I don't need to see a picture.

18 MR. ANDERSON: No. No, he does not.

19 MR. CARROLL: Around rotating machinery he wears a
20 tie?

21 MR. ANDERSON: You tuck your tie in. No, sir.

22 MR. CARROLL: Okay.

23 MR. LINDBLAD: While we have got you stopped for a
24 minute, what is your replacement power cost?

25 MR. ANDERSON: My goodness -- I can tell you that

1 we spent, for the time Brunswick was down -- Skip? \$50
2 million?

3 MR. CARROLL: You have got to get to a mike.

4 MR. ANDERSON: For the period that Brunswick was
5 down we spent about \$50 million in replacement costs.

6 MR. LINDBLAD: And that was from what kind of
7 generation?

8 MR. ANDERSON: I don't know.

9 MR. LINDBLAD: And that is purely an estimate?

10 MR. ORSER: It was primarily coal-fired
11 generation, mostly from AEP's power plants.

12 MR. LINDBLAD: Thank you.

13 MR. CARROLL: Skip Orser.

14 THE REPORTER: Thanks, I got that.

15 [Slide.]

16 MR. ANDERSON: When I said we invested in the
17 facility, if you want to have a world-class maintenance
18 outfit, you have to have world-class training facilities and
19 that is what we are doing. I mean we'll have almost as much
20 training facilities as a local community college when it
21 comes down to it, but it pays off in the long haul.

22 MR. CARROLL: Back to neckties. Do the operators
23 stationed out in the plant, what I'd call an Auxiliary
24 Operator, also wear neckties?

25 MR. ANDERSON: No, sir. The reactor operators,

1 the senior control room operators, and the shift supervisors
2 wear ties; the auxiliary operators have an oxford shirt or
3 a polo shirt, depending, because it gets very hot in the
4 summer.

5 MR. CARROLL: Company provided?

6 MR. ANDERSON: Yes, sir.

7 MR. CARROLL: Company laundered?

8 MR. ANDERSON: No, sir.

9 MR. CARROLL: Okay.

10 MR. ANDERSON: Just don't bring that up at my --

11 [Laughter.]

12 [Slide.]

13 MR. ANDERSON: The challenge for the future is to
14 proceed with the mission, safe, reliable, economic, and
15 environmentally-sound electricity. I think we have made
16 great strides in the safe, reliable, environmentally-sound
17 area. We need to make this unit economic if we are to
18 survive, to do all three.

19 I think the things like work control, I think the
20 things like training will make the difference. They have
21 made the difference, but that will be our challenge.

22 It is also to instill in our people the need to
23 always go out and find a better way to do business.

24 If I said to you at every plant, whether it is on
25 the watch list or it's on the good guy list, there is

1 something that somebody does better than somebody else and
2 something that somebody does not as well, and you have to go
3 out and ferret those pieces out. It was a challenge for our
4 people. When they first went out, they would come back and
5 say we do that better than they do. I said that's not what
6 I sent you for. I want to know what they do better than we
7 did, and that was an education process, to go out and it has
8 made a difference.

9 I think benchmarking is the best way to know how
10 you are doing, targeting for upper quartile. As the
11 quartile shifts, so do the targets.

12 I think we have to continue to ensure a strong
13 succession plan for employees, both technical training,
14 integrated plant training, and supervisory training, and
15 again, expectations are pay for performance. The 401-K
16 always do that, set the stretch.

17 I think that in 1993 the plant came a long way.
18 You know, when you think about it, we started in 1993 with
19 both units down. All our training programs came up for INPO
20 accreditation. We had an operator requal exam and we sent
21 all our people to supervisory training and all our programs
22 were reaccredited and both units started up and have run
23 well, and we passed license operator requal, as a matter of
24 fact, did very well, so I think the plant is on its way.

25 If I leave with one statement, I think it's

1 Napoleon, if I get the quote correctly, that commented when
2 someone said to him the brigade was no good, it wasn't
3 performing well, and his comment back was there are no bad
4 brigades -- there are only bad brigade commanders. I
5 believe at Brunswick I got a very good staff down there and
6 I think we have the programs in place and we are
7 demonstrating that they work. That ends my presentation for
8 today.

9 MR. CARROLL: Okay. Any questions of Mr.
10 Anderson?

11 MR. DAVIS: I have a comment, Mr. Anderson. I
12 happened to review the Brunswick PRA that was performed
13 several years ago and as part of that I toured your plant.
14 I wouldn't recognize it from these slides.

15 MR. ANDERSON: Thank you.

16 MR. DAVIS: You have done a remarkable job of
17 improving at least the appearance of the plant.

18 MR. ANDERSON: Breaker to breaker, that's
19 performance. No, I thank you very much but I would say that
20 the -- let me turn this off here -- if you are proud of
21 where you work, your work is better and I cannot quantify
22 that but that's true.

23 MR. WILKINS: That is very true. People who work
24 in a clean environment don't throw chewing gum on the floor
25 and put their cigarette butts where they are supposed to.

1 They do a better job all around. There is no question about
2 that.

3 MR. DAVIS: The only slight concern I have is if
4 you emphasize on-line capacity as the performance index,
5 there is a risk that you are going to run into some safety
6 problems because, you know, in our perspective I think
7 safety must come first and then performance follows.

8 If you get that reversed, there can be some
9 problems. I have seen plants that were operating that were
10 right on the edge of tech spec violations and probably
11 shouldn't have been operating.

12 You understand what I am saying, I guess?

13 MR. ANDERSON: Absolutely, and I think that the
14 issue there is, and I'll go back, is I'd love to have
15 breaker-to-breaker runs, start-up from a refuelling run and
16 shut down, but that is not the mission. If I maintain that
17 plant well and every hundred days I have to take it off line
18 to fix something for a week, I can still do 81 percent, I
19 can still have a world record run, and that is the way we
20 run the business and again I go back to the preservation in
21 the plant.

22 People who spend a lot of time making it leak-
23 tight don't want to see it run-down, and if we are to
24 succeed in the future, that swell has to come from the
25 bottom. It has to be the people that say, you know, we can

1 fix that, we need to fix that, we need to go down in power
2 and go into the condenser, we just can't run this way.

3 MR. CARROLL: I guess I was curious as to what you
4 have done in terms of a computer-based management
5 information system that is used throughout the plant. Do
6 you have such a thing?

7 MR. ANDERSON: Yes, I would like to unplug it.

8 MR. CARROLL: Why would you like to unplug it?

9 MR. ANDERSON: I'm being facetious. Yes, we do.
10 We are integrating to one database. We have put a LANS
11 system in to tie in all the buildings.

12 But fundamentally in the last year my push was to
13 put the human back in. We had this gigantic database. It
14 was a large uncharacterized listing of things that had to be
15 done.

16 The mission -- take Unit Number 1, for example.
17 There were 640 outstanding maintenance items that are of low
18 priority. If I can get that number down low enough, I would
19 like to keep it in a loose-leaf binder.

20 If I can get the number of procedure changes down
21 low enough -- and I would argue there is a tendency towards
22 worrying about managing the numbers instead of working on
23 the numbers themselves. So, yes, we do. That's my opinion
24 on that.

25 MR. CARROLL: Who put it together? Who put that

1 system together?

2 MR. ANDERSON: We did.

3 MR. CARROLL: But was it a bunch of computer
4 jocks, or was it the maintenance people and the operating
5 people?

6 MR. ANDERSON: Initially the basis of the system
7 came from those people who understood computers. That is
8 one of the differences -- getting back to that
9 customer/supplier relationship that we have established,
10 today the customer says, "This is a wonderful system. I
11 can't use it."

12 It has been changing. So when I say as we
13 integrate the LANS, it is the customer driving the screens,
14 driving the information, driving the ability to change. I
15 have been there before on that one.

16 MR. CARROLL: Okay.

17 MR. ANDERSON: Thank you.

18 MR. CARROLL: Any more questions?

19 [No response.]

20 MR. CARROLL: Okay. We appreciate your
21 presentation. It was very interesting.

22 [Slide.]

23 MR. MILANO: I am going to end up with just a
24 quick overview of what the NRC did to monitor the restart
25 process for Brunswick Unit 2 in particular, and to follow on

1 with Unit 1.

2 Basically, the NRR and Region II entered into a
3 task interface agreement which specifically defined which
4 organization would do with regards to reviewing the
5 activities that went on for the Brunswick restart. We
6 established a Restart Review Panel. All of these actions
7 were in accordance with the NRC Manual, Chapter 0350.

8 The Restart Action Plan, basically, had five major
9 subsections in there, the major one being the physical
10 readiness of the facility. Like I said before, the July
11 23rd letter, which provided the licensees' commitments for
12 conducting a specific set of maintenance, became the central
13 theme for the physical readiness portions.

14 Plant and corporate staff readiness. What that
15 means is that we reviewed both the license operator, the
16 training programs that went on. We also looked at those
17 actions that were being conducted by CP&L to verify the
18 readiness. They are system engineering walk-downs. They
19 had their Nuclear Assessment Department do a detailed
20 inspection and statusing of the readiness to restart. We
21 monitored that.

22 Licensee management oversight. We looked at what
23 they were going to be doing with regards to the return to
24 power, their development of a power ascension program and
25 their on-shift coverages and back-shift coverages.

1 There were several facility licensing actions that
2 needed to be completed prior to the restart. Those were
3 included.

4 Special inspections. Basically that centers
5 around the major special inspection that was done by the
6 staff. We conducted about a two-week operational readiness
7 assist team inspection that was performed by NRR, or led by
8 NRR, and having inspectors who were from other sites outside
9 of the CP&L organizations.

10 [Slide.]

11 MR. MILANO: I am going to talk in particular just
12 to what the Office of Nuclear Reactor Regulation did. We
13 took the lead for developing the Restart Action Plan,
14 putting it together, and getting it approved. Like I said,
15 the first focus was the Unit 2 restart. NRR conducted a
16 number of specific things and major evaluations that went on
17 with that.

18 Emergency diesel generators. Like I told you,
19 that was a major -- or a critical aspect of it. We look at
20 the effects of one of the diesels had operated a -- a couple
21 of cylinders had high exhaust temperatures. We looked at
22 that and what the licensee had done in terms of verifying
23 that the cylinder liner wasn't damaged.

24 We also reviewed a failure analysis report. The
25 number 1 engine had sustained some damage, a couple of

1 cracked main bearings, some broken collision blocks and some
2 gearing problems, a gearing and a flex drives that goes over
3 to the lube oil pump.

4 MR. CARROLL: This brings up a question relevant
5 to something that we have been talking about the last couple
6 of days. Do you have an opinion, or does CP&L have an
7 opinion to the effect that if I stock appropriate spare
8 parts, there is virtually no diesel problem that can develop
9 that I cannot recover from within 14 days?

10 MR. MILANO: I will turn that over to Mr.
11 Anderson>

12 MR. ANDERSON: That has always and never written
13 all over that question.

14 MR. CARROLL: Yes. I recognize that.

15 MR. ANDERSON: Let me answer it this way. I
16 believe if you do the five-year overhauls on time. I
17 believe if you keep up with the maintenance, those diesels
18 are absolutely reliable. I have the spare parts to do that,
19 so, yes, I guess, spare parts is a key.

20 MR. CARROLL: Including a short block?

21 MR. ANDERSON: No, sir. I don't believe you need
22 a short block. You need cylinder sleeves. You need the
23 five-year overhauls. If you identify you have a problem
24 with a short block, I would expect you to have that occur on
25 a five-year overhaul.

1 MR. DAVIS: What about the crank shaft?

2 MR. ANDERSON: No. The crank shaft in my opinion
3 is not a consumable item. Bearings are. If you damage a
4 crank shaft, I suggest that you have done something to that
5 diesel. At least when I was younger and driving, it was
6 always the case. It was never a wear-out problem.

7 These diesels are made with removable cylinder
8 heads, removable liners, bearings that are replaceable,
9 couplings, those types of items. If you check the bedplates
10 regularly, if you do the non-destructive engineering on the
11 casings to look for fatigue, all those things, you are
12 either of capable of repairing in a timely fashion or
13 catching before they do damage. I do not think it is
14 necessary to have a crank shaft or short blocks in hot
15 standby. My opinion is that I couldn't replace a short
16 block in 14 days.

17 MR. CARROLL: I don't think so either. The issue
18 is on the new evolutionary plants, what credit should be
19 given for the combustion gas turbine as a replacement for a
20 1-E diesel generator? If you do give it credit, how many
21 days can you use it for?

22 MR. ANDERSON: I am glad that is your question to
23 answer and not mine.

24 MR. CARROLL: Well, it looks like we are
25 progressing toward: getting some reasonable credit but the

1 philosophy that the staff seems to have is that you should
2 be able to turn anything around in 14 days.

3 MR. ANDERSON: I very, very strongly believe that
4 if you maintain what you have and do the preventive
5 maintenance, that most of that equipment in there is very
6 reliable. Now you may decide that the preventive
7 maintenance or the predictive maintenance is onerous and you
8 should change, but to change because something is not
9 reliable, I don't agree with that. You change because it is
10 too much work to maintain it reliably and I think the
11 diesels fall in that category.

12 MR. CARROLL: All right. thank you.

13 MR. MILANO: Continuing on, we looked at equipment
14 corrosion problems. There was some corrosion in lower
15 portions of the drywell. On the drywell liner we looked at
16 the replacements that were being done with regard to the
17 service water pump lube water system.

18 Overall, we spent a lot of time within the short-
19 term structural integrity program, we looked at CP&L's
20 contractor and put together some information. We went to
21 Bechtel's organization and we looked at site walkdowns and
22 we did a detailed review of their design guide that was done
23 in the evaluation process.

24 MR. MICHELSON: Excuse me. What was the
25 corrective action on the drywell?

1 MR. MILANO: On the drywell, what they ended up
2 having to do is they ended up gouging out. It was an area
3 where the concrete basemat went into the liner wall.

4 MR. ANDERSON: Do you want to me respond?

5 MR. MILANO: No. Let me continue. If I make a
6 mistake, you can chime in. At that location, there was some
7 water and corrosion and what they ended up doing is in areas
8 they had to chip out the concrete and do weld repairs on the
9 liner and then after they restored it, then they put
10 flexible, RTV around the edge.

11 MR. MICHELSON: Was that liner resting on the
12 concrete directly? Does your liner rest directly on
13 concrete or is a sand-based or how?

14 MR. ANDERSON: No. Our containment is a
15 reinforced concrete with a steel liner.

16 MR. MICHELSON: Oh, yours is reinforced. All
17 right. You do not have these in the normal MARKs.

18 MR. ANDERSON: That is correct.

19 MR. MICHELSON: Yours is different, yes.

20 MR. MILANO: Based on the short-term structural
21 integrity, at the end there were some actions that, because
22 of lead times and materials and stuff like that, that
23 couldn't be done. CP&L agreed to do an analysis of the
24 combined effects of not making those corrections prior to
25 the unit restart. NRR did a complete review of that

1 analysis.

2 Finally, like I mentioned before, we did an
3 operational readiness assist team inspection and it was
4 conducted or started on March 29, 1993 and it was done in
5 accordance with one of the NRC manual chapters and the
6 results came out okay.

7 MR. MICHELSON: I would like to ask one other
8 question. On the plant you have, since it is a salt
9 plant, are you using all fresh water for cooling the bearing
10 coolers on the RHR pumps and things of that sort? Is that a
11 fresh water cooling system that is safety grade?

12 MR. ANDERSON: We have a sea water system and an
13 intermediate heat exchanger and the reactor building closed
14 cooling water is fresh. It is fresh.

15 MR. MICHELSON: It is safety grade on your plant
16 then?

17 MR. ANDERSON: Yes, sir.

18 MR. MICHELSON: All right. Good.

19 [Slide.]

20 MR. MILANO: Finally, Unit 2 returned to
21 operation, the start-up was on April 29, 1993. On April 7,
22 1993 CP&L made the decision to, rather than to attempt to
23 focus on starting Unit 1 which had a limited amount of fuel
24 left -- I believe it was only about three or four months
25 left of operation on it -- they decided rather than go to

1 the short return to ops that they would just conduct a
2 refueling overall and Unit 1 was returned to operation in
3 February of this year.

4 [Slide.]

5 MR. MILANO: Finally, for Unit 1 like I said
6 before we added a number of requirements based on the Unit 2
7 restart to that restart action plan for Unit 1. Also,
8 because of the core shroud cracks that were found, CP&L
9 conducted a repair modification and also did an evaluation
10 of the other cracks that were not repaired and NRR did a
11 review of that evaluation.

12 This is probably a wrong choice of words,
13 concerns, but there were other issues that were done prior
14 to the restart. Both units have the hardened wetwell vents
15 installed. The reactor vessel water level reference leg
16 purge system was put in for the unit that just started up,
17 Unit 2. Unit 1, the system is in there, it is just not
18 hooked up yet and the jet pump holdown beams were replaced
19 in Unit 1.

20 MR. CARROLL: On the level purge system, what
21 design is that? Is that the Millstone design or the
22 Millstone improved design?

23 MR. ANDERSON: Fundamentally, it is a reference
24 leg fill coming off the control rod drive pumps. Yes, I
25 believe that is what Millstone did.

1 MR. CARROLL: All right.

2 MR. MICHELSON: Is that a first-time replacement
3 for the holdown beams?

4 MR. ANDERSON: That is correct, first-time
5 replacement.

6 MR. MICHELSON: All right.

7 MR. ANDERSON: An was not made because of
8 cracks. We did it as a precautionary strike based on the Grand
9 Gulf experience.

10 MR. MICHELSON: But you hadn't really detected any
11 problem with yours then, even before that?

12 MR. ANDERSON: That is correct.

13 MR. CARROLL: All right.

14 MR. MILANO: Now I am going to turn it over to
15 Chris Christensen who was a part of the Region II personnel
16 on the restart review panel.

17 MR. CARROLL: Chris, we are running a little short
18 on time. One of the things people keep wanting to tell us
19 is about all the chronology of letters back and forth and
20 things like that. That is not really one of our major
21 interests.

22 MR. CHRISTENSEN: Yes, sir. I have jumped my
23 slide that starts with number 4 there.

24 MR. CARROLL: All right.

25 [Slide.]

1 MR. CHRISTENSEN: Good morning. My name is Chris
2 Christensen and I am a section chief out of Region II,
3 Reactor Projects. I am also the acting branch chief for
4 right now and I would like to thank the committee for
5 inviting me to talk about Region II's activities.

6 I am going to go ahead and skip a lot of the
7 correspondence and stuff that went on early in the process
8 and talk about what Region II did for the follow-up and
9 Brunswick's recovery.

10 The NRC developed an oversight review panel which
11 was established to review the start-up and recovery of
12 Brunswick. That panel basically consisted of the Chairman,
13 who was the deputy director of reactor projects, John
14 Johnson. It had the NRR project directorate, NRR project
15 manager, the division directors from each of the technical
16 divisions in the region plus the branch chief, section chief
17 and senior resident.

18 These meetings were basically conducted on a
19 monthly basis and at each time we had a meeting, what we
20 discussed was the status of the inspection activities that
21 had been conducted at the site, what issues were still left
22 to inspect, what additional other issues were new and
23 evolving that we need to provide more resources for.

24 Also, we did these inspections basically at almost
25 the same time, basically the week before we had the public

1 meetings with the licensee and those were about every six
2 weeks also.

3 At these public meetings we would discuss with the
4 licensee the status of their recovery, the problems they
5 were having and that type of issue and these were open to
6 the general public and we had quite a bit of public
7 involvement in these meetings. The newspapers and local
8 television stations also showed up for these meetings. So
9 basically the recovery process was open to the public
10 throughout the whole year or year-and-a-half process.

11 Basically from June of 1992 to April of 1993, the
12 region conducted numerous inspections in the areas of
13 deferred equipment maintenance. We looked at how they were
14 deferring the maintenance or what equipment they were going
15 to fix. We inspected that.

16 We inspected how they were repairing their
17 equipment corrosion problems, looking at how they did their
18 short-term structural integrity evaluations and repairs
19 based on their evaluations, how they were handling their
20 temporary conditions.

21 We did material condition walkdowns where we
22 walked down certain areas of the plant after they walked
23 them down. We also walked down selected systems in the
24 plant to make sure that they were being adequately
25 maintained.

1 Additionally, we watched the repairs on the
2 diesels and also the testing of the diesels. All of that
3 basically lasted until the start-up which was basically in
4 April of 1993 for Unit 2.

5 For this April 1993 for this start-up power
6 ascension, we developed a special inspection organization.
7 Basically what it consisted of is the regional supervisor.
8 He was in charge of the start-up power ascension. He had
9 basically three additional regional or resident inspectors
10 that we pulled in from other sites to provide around-the-
11 clock coverage in the control room for the start-up.

12 The resident inspectors, the senior resident and
13 the other resident inspectors, also assisted, plus they did
14 the monitoring of Unit 1 while Unit 2 was being started up
15 and the start-up for Unit 2 in April. We had a confirmation
16 of action letter which we had to give our concurrence for
17 the initial start-up and, during the start-up process, the
18 power ascension went fairly well.

19 They had different plateaus, the 15 percent
20 plateau, 35 percent plateau and finally the 100 percent
21 where the licensee would assess their performance in each of
22 those areas and then decide to go on and prior to their
23 going on to the next plateau, they would receive the
24 region's concurrence on that start-up and that concurrence
25 would be based on what the on-site inspection team, how they

1 perceived the plant was operating during that time period.

2 [Slide.]

3 MR. CHRISTENSEN: The start-up of Unit 2 as I said
4 went fairly smoothly. Some of the problems they had they
5 addressed expeditiously and it basically was a very smooth,
6 orderly start-up.

7 On the completion of the Unit 2 start-up, we
8 shifted our attention to Unit 1 basically from May of 1993
9 to basically January of this year, we did similar
10 inspections that we did on Unit 2.

11 MR. CARROLL: Chris, just a moment. I understand
12 that Pat and his people have a meeting with the EDO at 11:00
13 and are going to have to leave so before you leave, I would
14 like to thank you for a very good presentation.

15 MR. MILANO: Thank you.

16 MR. CARROLL: You may want to stick around and
17 defend yourself because he is going to continue on.

18 MR. ANDERSON: I also have to go to the meeting.

19 MR. CARROLL: Oh, you are going.

20 MR. ANDERSON: Yes.

21 MR. CARROLL: Well, then we would like to thank
22 you also, Mr. Anderson. Please continue.

23 MR. CHRISTENSEN: We did basically similar
24 inspections. For Unit 1, there were some unique things that
25 they had that we did inspections on like the repair of the

1 core shroud and we sent inspectors out to San Jose to watch
2 the development of the repair method and watch how they did
3 that, plus we had inspections of when they were assembling
4 or doing the repair itself at the site and reviewing the
5 records and watching the tensioning of bolts for the repair
6 blocks and things like that.

7 Other inspections we did is the three-year plan
8 which is Brunswick's long-range program and we have started
9 doing inspections in that area, work control process which
10 is a long-term corrective action process, to determine how
11 if the plan has set higher standards for their people, we
12 did inspections on that.

13 We have one other inspection scheduled in the June
14 timeframe, and it has to do with corrective action programs.
15 In November, we did a readiness assessment team inspection
16 and this was to assess operations, work control process,
17 engineering, their self-assessment capabilities and
18 determine if Unit 1 was ready for restart.

19 That inspection indicated that though there were
20 still some minor problems in the work control process, that
21 it had improved quite a bit and that in operations,
22 engineering, and their self-assessment capability, the plant
23 was capable and ready to start-up in February.

24 During the start-up in February, we also had a
25 start-up organization inspection and effort there. However,

1 this was not as detailed as the initial one for Unit 2.
2 Basically, there we had the senior resident in charge of the
3 start-up and inspection organization and he sent in an extra
4 three inspectors either from the region or from other sites
5 to do around-the-clock coverage.

6 We watched the start-up from basically initial
7 criticality to 60 percent around-the-clock and after that we
8 dropped back down to selected coverage where we watched the
9 major activities of that start-up and that start-up went a
10 lot more smoothly than the Unit 2 start-up because they took
11 the lessons learned as Mr. Anderson said earlier and he did
12 note that they did that.

13 Basically, and also we just finished or the SALP
14 ended in December for fiscal 1993 and in operations they
15 received a 1 and that was an improvement from the year
16 before. They went from a 2 to a 1 to a superior performance
17 in operations.

18 In maintenance, they improved from a category 3 to
19 a 2 in maintenance for this period. Engineering remained
20 the same at a 2 which is good performance and in plant
21 support, they received a 1 or superior performance in plant
22 support.

23 Overall, what we have seen is that the plant has
24 been operating well, that the operators take more command
25 and control of the plant, that there are still some minor

1 procedural problems where they fail to follow procedures
2 here or there, but they are more aggressive in addressing
3 those now.

4 Their self-assessment capability, they do a good
5 job of identifying problems. The corrective action program
6 has seen some improvements. One of the biggest improvements
7 that they had in their corrective action program is now they
8 require their own organizations to give them a response back
9 within 30 days of what their corrective action is going to
10 be, sort of like what they do with violations they receive
11 from the NRC.

12 In the past, they never had that. They just say
13 that you have all these deficiencies and they would walk
14 away and they would never get fixed but now they basically
15 have the same process as we do. They have a formal response
16 on what their corrective action is going to be and when they
17 are going to be doing those and that seems to be working for
18 them a lot better.

19 That is about all I had to talk about unless there
20 are any questions?

21 MR. CARROLL: What do you think of the SALP
22 process as being someone who has been involved in both, I
23 assume.

24 MR. CHRISTENSEN: Yes, sir. I think the new SALP
25 process is better. That is my personal view, but I do think

1 it is better.

2 MR. CARROLL: In what respect?

3 MR. CHRISTENSEN: Basically, I think it gets the
4 NRC senior management more involved than it used to.

5 MR. CARROLL: And that is good or bad?

6 MR. CHRISTENSEN: That is good. They should be.

7 MR. CARROLL: Why?

8 MR. CHRISTENSEN: Why? Well, they were involved
9 before, but in the past the staff was writing the SALP for
10 senior managers and it would end up that they would do a lot
11 of wordsmithing on it and they would not, wordsmithing on
12 the product, and in the new process, they are the ones
13 responsible for writing the SALP and they take more interest
14 in making sure they understand the issues a lot better than
15 they used to, I believe.

16 MR. CARROLL: I think that sounds positive. What
17 about the number of areas? Do you think that is an
18 improvement?

19 MR. CHRISTENSEN: I believe it is. I think it is
20 more representative of the plant. Combining plant support,
21 combining all those sections in the plant support; I thought
22 it was a good process.

23 MR. CARROLL: All right. Does anyone have any
24 additional questions of Mr. Christensen?

25 [No response.]

1 MR. CARROLL: All right. We want to thank you,
2 also, for your presentation.

3 MR. CHRISTENSEN: Thank you very much.

4 MR. CARROLL: Back to you, Mr. Chairman.

5 MR. WILKINS: I suspect that we ought to take a
6 break and I also don't think we have any further need of the
7 reporter.

8 [Whereupon, at 10:36 a.m., the reported portion of
9 the meeting was concluded.]

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REPORTER'S CERTIFICATE

This is to certify that the attached proceedings
before the United States Nuclear Regulatory
Commission
in the matter of:

NAME OF PROCEEDING: ACRS 408th Meeting

DOCKET NUMBER:

PLACE OF PROCEEDING: Bethesda, MD

were held as herein appears, and that this is the
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or under the direction of the court reporting
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Marilyn E. Top

Official Reporter
Ann Riley & Associates, Ltd.

PRESENTATION TO THE
ADVISORY COMMITTEE ON REACTOR SAFEGUARDS
RESTART OF THE BRUNSWICK STEAM ELECTRIC PLANT
UNITS 1 AND 2
APRIL 8, 1994

PATRICK MILANO, NRR

ROY A. ANDERSON, CP&L

HAROLD O. CHRISTENSEN, REGION II

BRUNSWICK STEAM ELECTRIC PLANT

BACKGROUND

- STRUCTURAL PROBLEMS - APRIL 21, 1992 SHUTDOWN
- HISTORICAL PROBLEMS
 - OVERALL PERFORMANCE DECLINE NOTED IN 1988 SALP
 - NRC DIAGNOSTIC EVALUATION TEAM INSPECTION 1989
 - BRUNSWICK INTEGRATED ACTION PLAN
 - SPECIAL REGION II INSPECTIONS IN EARLY 1992

BRUNSWICK STEAM ELECTRIC PLANT

BACKGROUND

- JUNE 1992 - PLACED ON LIST OF PLANTS REQUIRING
ADDITIONAL NRC ATTENTION
 - REPETITIVE WORK CONTROL FAILURES
 - PERSONNEL ERRORS
 - INEFFECTIVE MANAGEMENT OVERSIGHT
 - PLANT MATERIAL CONDITION
 - LACK OF ATTENTION TO DETAIL
 - WEAK SELF-ASSESSMENT PROGRAM

BRUNSWICK STEAM ELECTRIC PLANT

BACKGROUND

- CP&L IMPROVEMENT PLANS
 - REGIONAL ADMINISTRATOR LETTER OF JUNE 23, 1992
 - CP&L CORPORATE IMPROVEMENT PROGRAM - DEC 1992
 - CORPORATE IMPROVEMENT INITIATIVES - JULY 1992
 - BRUNSWICK THREE-YEAR PLAN - DECEMBER 1992
- CONFIRMATORY ACTION LETTER - DECEMBER 18, 1992

BRUNSWICK STEAM ELECTRIC PLANT

ROOT CAUSE IDENTIFICATION

KEY NRC ISSUES

- FAILURE TO SET HIGH STANDARDS FOR MATERIAL CONDITION
- FAILURE TO PROVIDE SUPPORT FOR IMPROVEMENT
- LACK OF CRITICAL SELF-ASSESSMENT

LICENSEE SELF-ASSESSMENT

BRUNSWICK STEAM ELECTRIC PLANT

BRUNSWICK RESTART ACTION PLAN

- TASK INTERFACE AGREEMENT - NRR AND R-II
- RESTART REVIEW PANEL
- NRC MANUAL CHAPTER 0350
- RESTART ACTION PLAN
 - PHYSICAL STATE OF FACILITY READINESS
 - PLANT AND CORPORATE STAFF READINESS
 - LICENSEE MANAGEMENT AND OVERSIGHT
 - FACILITY LICENSING ACTIONS
 - SPECIAL INSPECTIONS

NRC OVERSIGHT OF BRUNSWICK RECOVERY

OFFICE OF NUCLEAR REACTOR REGULATION

- DEVELOPMENT OF RESTART ACTION PLAN

UNIT 2

- NRR EVALUATION OF MATERIAL DEFICIENCIES
 - EMERGENCY DIESEL GENERATORS
 - EQUIPMENT CORROSION
 - SHORT-TERM STRUCTURAL INTEGRITY (SEISMIC QUALIFICATION)
 - COMBINED EFFECTS ANALYSIS
- OPERATIONAL READINESS ASSESSMENT TEAM INSPECTION (MARCH 29, 1993)
 - NRC INSPECTION MANUAL, PROCEDURE 93806

BRUNSWICK STEAM ELECTRIC PLANT

UNIT 2 RETURN TO OPERATION - APRIL 29, 1993

DECISION TO CONDUCT UNIT 1 REFUELING - APRIL 7, 1993

UNIT 1 RETURN TO OPERATION - FEBRUARY 28, 1994

NRC OVERSIGHT OF BRUNSWICK RECOVERY

OFFICE OF NUCLEAR REACTOR REGULATION

UNIT 1

- UNIT 1 ADDITION INTO RESTART ACTION PLAN
- EVALUATION OF CORE SHROUD CRACKS AND MODIFICATION
- OTHER MATERIAL CONCERNS
 - HARDENED WETWELL VENT
 - REACTOR VESSEL WATER LEVEL REFERENCE LEG PURGE
 - JET PUMP HOLDDOWN BEAMS

ACRS BRIEFING APRIL 8, 1994

B. REGION II ACTIONS

1. SPECIAL INSPECTIONS:

SPECIAL INSPECTIONS WERE CONDUCTED BETWEEN FEBRUARY - MAY 1992, TO ASCERTAIN THE LEVEL OF BRUNSWICK'S PERFORMANCE AND THE CAUSES OF ANY PERFORMANCE DECLINE

2. OVERALL CONCLUSIONS OF PERFORMANCE (IR 92-12):

- NOTED DEGRADATION OF THE PLANT'S MATERIAL CONDITION
- HIGH STANDARDS NOT SET
- THE LACK OF CRITICAL SELF-ASSESSMENT AND A FAILURE TO TAKE EFFECTIVE CORRECTIVE ACTIONS

3. REGIONAL REVIEWS:

- REGION II REGIONAL ADMINISTRATOR LETTER TO CP&L
JUNE 23, 1992 - REQUESTING ACTION PLAN
- CP&L's RESPONSE OF JULY 23, 1992
- CP&L CORPORATE IMPROVEMENT INITIATIVE
NOVEMBER 30, 1992
- BRUNSWICK THREE YEAR PLAN - DECEMBER 15, 1992
- REGION II ISSUES CONFIRMATION OF ACTION LETTER
DECEMBER 18, 1992

4. REGION II FOLLOW-UP ACTIVITIES:

- NRC OVERSIGHT REVIEW PANEL ESTABLISHED, WITH REVIEW MEETINGS APPROXIMATELY EVERY MONTH (REGION II/NRR STAFFS) (MC-0350)

- INSPECTIONS OF UNIT 2 SHORT-TERM/RESTART ACTIONS (6/92-4/93)

- MANAGEMENT MEETINGS APPROXIMATELY EVERY 6 WEEKS OPEN TO THE PUBLIC

- UNIT 2 RESTART/POWER ASCENSION INSPECTION (4/26 - 6/4/93)

- INSPECTIONS OF UNIT 1 SHORT-TERM/RESTART ACTIONS
(5/93 - 1/94)

- THREE YEAR PLAN INSPECTION (8/16 - 20/93)

- UNIT 1 READINESS ASSESSMENT TEAM INSPECTION
(12/6 - 15/93)

- UNIT 1 RESTART/POWER ASCENSION INSPECTION
(1/24-2/24/94)

5. OVERALL:

- SALP

**Carolina Power & Light Company
Brunswick Nuclear Plant
Presented To The ACRS**

April 8, 1994



Brunswick Nuclear Power Plant

- Dual Unit Boiling Water Reactor (BWR IV)

- ◆ Mark 1 Containment with Hardened Wetwell Vent
- ◆ Engineer UE&C
- ◆ Constructor Brown & Root

- Capacity

- ◆ Dual Units 790 MWe 2436 MWth

- Operating License Issued

- ◆ Unit 1 1976
- ◆ Unit 2 1974

1992 Shutdown

- April 21, 1992 - Shutdown of Both Units

- ◆ Seismic Qualification Issues

- Performance Issues

- ◆ Management

- ◆ Programmatic

Performance Issues

- Management

- ◆ Standards
- ◆ Leadership and Support
- ◆ Critical Self-assessment

Performance Issues (cont.)

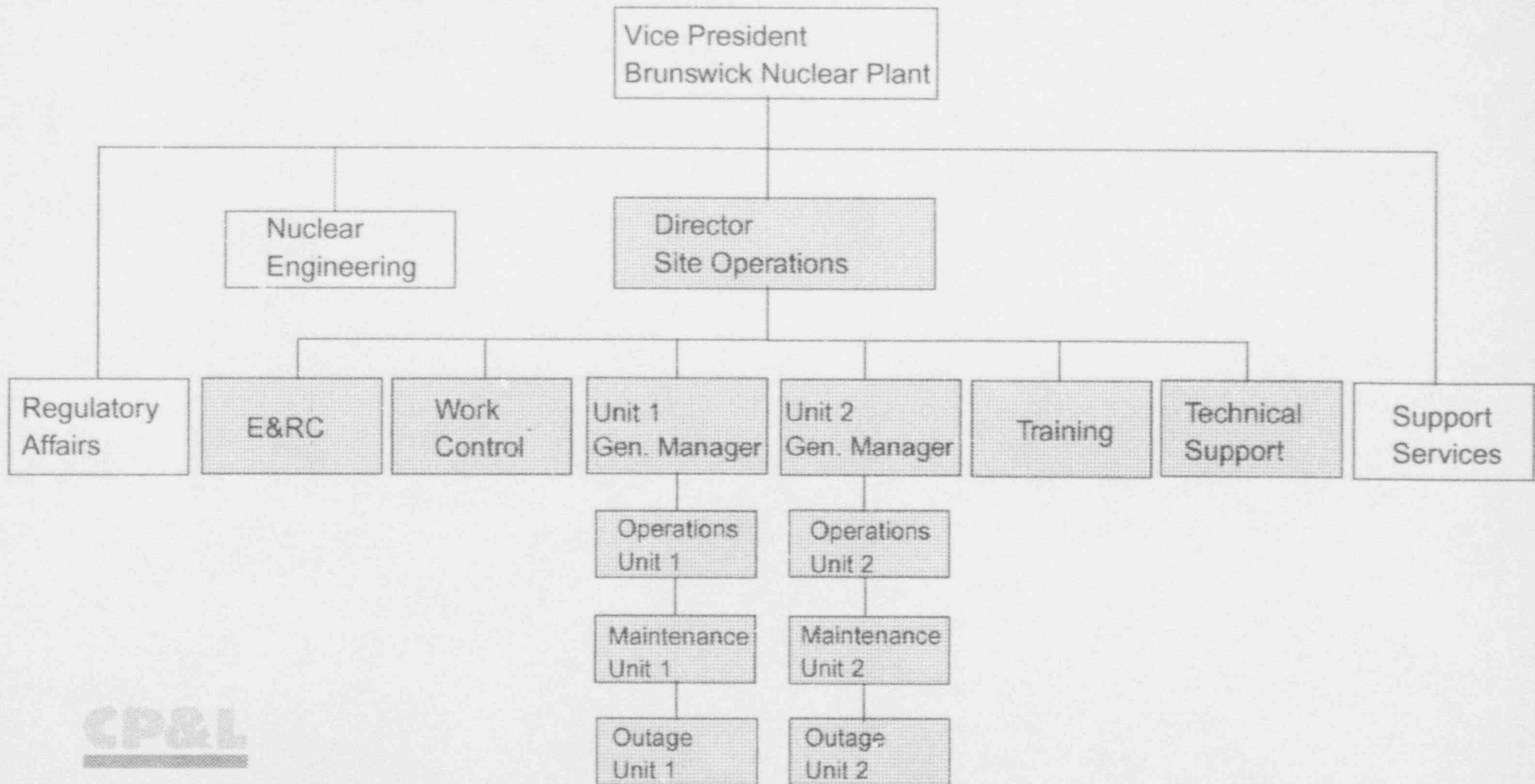
- Programmatic
 - ◆ Maintenance Work Control
 - ◆ Material Conditions
 - ◆ Maintenance History

Fundamental Improvements

- Management
 - ◆ Clarity of Vision and Mission
 - ◆ Fresh Perspective
 - ◆ Unitized
 - ◆ Management Involvement
 - ◆ Set Standards
 - ◆ Personnel Ownership
 - ◆ Fortified Training
 - ◆ Results Oriented Plans

Organization

Brunswick Nuclear Plant



Fundamental Improvements (cont.)

- Programmatic

- ◆ Self-assessment
- ◆ Work Control Process
- ◆ Effective Performance Management
- ◆ Peer Group Interaction

Results

- Culture Change
- Successful Dual Unit Management
 - ◆ Smooth Startups
 - ◆ Reliable Runs
 - ◆ Effective Outages
 - ◆ Reduced Backlogs
- Investment In People
- Improved Plant Material Conditions

Focus On The Future

- Mission
- High Standards
- People
- Accountability