

BRIEFING ON WATTS BAR UNIT 2 LICENSE APPLICATION REVIEW

October 30, 2014

Mark Satorius

Executive Director for Operations
U.S. Nuclear Regulatory Commission

Watts Bar 2 Overview

William Dean, Director

Office of Nuclear Reactor Regulation

AGENDA

- The Part 50 Process and Watts Bar's Unique History
- Licensing Framework and Status of Licensing Review
- Construction Program Overview
- Status of Inspection Activities

WRAG Provides Oversight and Management Direction to Ensure Unit 2 Meets All Relevant Requirements





Watts Bar 2 Part 50 Process and Watts Bar Licensing History

Michele Evans, Director

Division of Operating Reactor Licensing Office of Nuclear Reactor Regulation

The Part 50 Process – An Overview

- Construction Permits and Operating License Issued Separately
- Path Forward for Commission Granting Authority to NRR

Watts Bar's Unique History Has Defined the Project

- Construction Permit Issued for Units 1 and 2 in 1973
- Operating License Application Submitted for Units 1 and 2
- Hearing for Construction Permit;
 Operating License Opportunity for Hearing
- Work Stoppage in 1985
- Full Power Operating License for Unit 1 in 1996
- Resume Construction on Unit 2 in 2007

Watts Bar 2 Licensing Framework and Status of Licensing Review

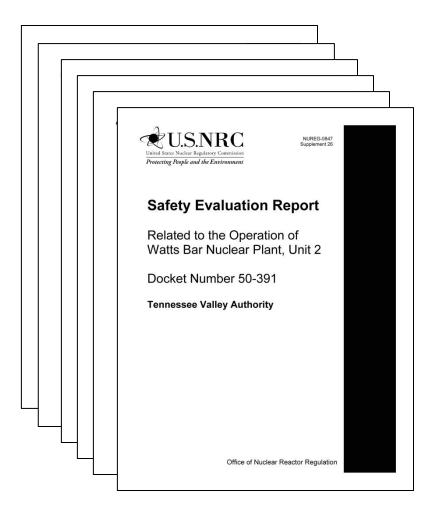
Justin Poole Senior Project Manager

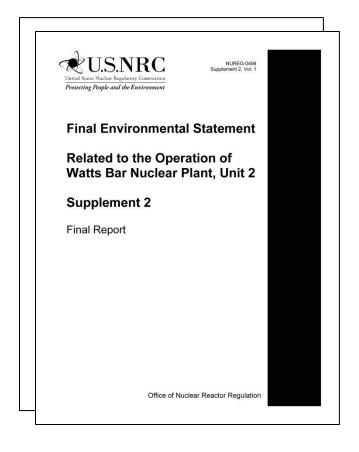
Division of Operating Reactor Licensing Office of Nuclear Reactor Regulation

Established Clear Framework for Licensing

- SRM-SECY-07-0096 Provided Commission Direction on aligning the licensing basis
- Issued NRR Office Instruction LIC-110 to guide staff review
- Regulatory Framework Review and Issuance of Safety Evaluation Report Supplement 21

Majority of the Licensing Review Has Been Completed

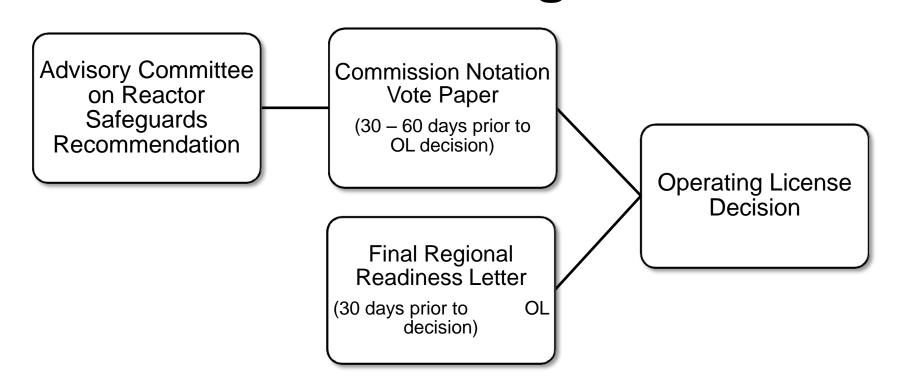




Remaining Licensing Actions to Support a Licensing Decision

- Completion of Hydrology Review
- Review of As-Built Fire Protection Report
- Closure of Open Items of Interest to the Advisory Committee on Reactor Safeguards
- Implementation of Continued Storage Rulemaking
- Review of Fukushima Orders

Major Milestones for the NRC Staff to Accomplish Prior to Licensing



Watts Bar 2 Construction Inspection

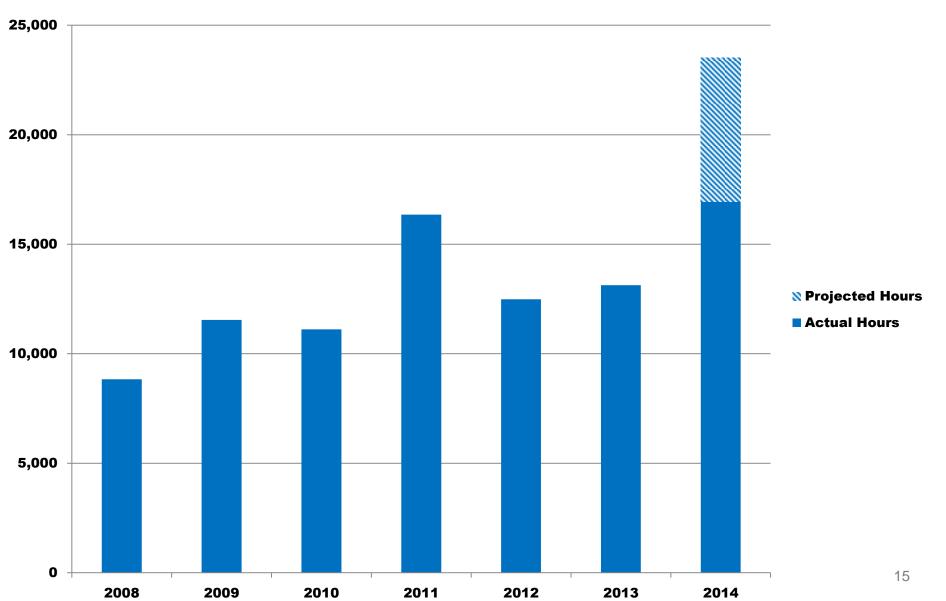
Victor McCree Regional Administrator

NRC Region II

Developed a Customized Construction Inspection Program

- Credited previously completed inspections
- Addressed legacy programmatic issues and refurbishment
- Comprehensively addresses remaining activities, including new requirements

Substantial Inspection Effort Expended on Watts Bar Unit 2



Watts Bar 2 Construction Inspection

Tomy Nazario
Senior Resident Inspector

Watts Bar 2

Inspections On-Track to Support Licensing Decision

- Majority of construction inspections completed
- Good progress on inspections of historical and unique Unit 2 items
- Inspections of operational readiness and new requirements (cyber, Fukushima) planned

Verifying Construction to Licensing Basis

- Reactor Vessel Reassembly
- As-Built Verifications





Verifying Refurbishment Activities

- Key to addressing aging questions
- Equipment replacement and repair



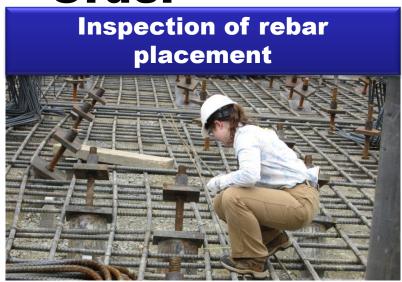


Verifying Implementation of Recent Requirements

 Inspection of Cyber Security Requirements

Inspection of Mitigating Strategies

Order





Overall Construction Activities Have Met Requirements

- Plant built according to design
- Inspections have added value
- Currently no potentially significant open issues or findings

Closing Remarks



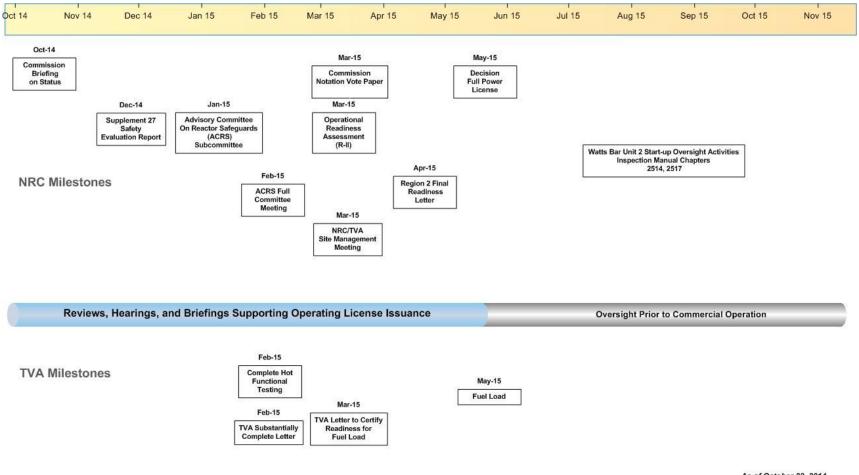


Acronyms

- NRC Nuclear Regulatory Commission
- NRR Office of Nuclear Reactor Regulation
- OL Operating License
- SECY Office of the Secretary
- SRM Staff Requirements Memorandum
- WRAG Watts Bar Reactivation Group

Backup Slides

Major Milestone Timeline



Watts Bar Nuclear Plant Unit 2 Licensing Timeline
U.S. Nuclear Regulatory Commission
Office of Nuclear Reactor Regulation

As of October 22, 2014

Dates are subject to change

Reactor Oversight Process Transition Plan

- Transition will be on an individual cornerstone basis
- Four of seven cornerstones expected to be transitioned at license issuance
- Performance indicator validity addressed with additional inspections