

UNITED STATES NUCLEAR REGULATORY COMMISSION

REGION II SAM NUNN ATLANTA FEDERAL CENTER 61 FORSYTH STREET, SW, SUITE 23T85 ATLANTA, GEORGIA 30303-8931

March 2, 2006

Duke Energy Corporation
ATTN: Mr. D. Jamil
Site Vice President
Catawba Nuclear Station
4800 Concord Road
York, SC 29745

SUBJECT: ANNUAL ASSESSMENT LETTER - CATAWBA NUCLEAR STATION

(NRC INSPECTION REPORT 05000413/2006001 AND 05000414/2006001)

Dear Mr. Jamil:

On February 7, 2006, the NRC staff completed its performance review of the Catawba Nuclear Station. Our technical staff reviewed performance indicators (PIs) for the most recent quarter and inspection results for the period from January 1 through December 31, 2005. The purpose of this letter is to inform you of our assessment of your safety performance during this period and our plans for future inspections at your facility.

This performance review and enclosed inspection plan do not include physical protection information. A separate letter, designated and marked as "Official Use Only - Security-Related Information," will include the physical protection performance review and resultant inspection plan.

Overall, Catawba Units 1 and 2 operated in a manner that preserved public health and safety and fully met all cornerstone objectives. Plant performance for the most recent quarter, as well as for the first three quarters of the assessment cycle, was within the Licensee Response column of the NRC's Action Matrix. We base this conclusion on the fact that all inspection findings were classified as having very low safety significance (Green) and all Pls indicated performance at a level requiring no additional NRC oversight (Green). Therefore, we plan to conduct reactor oversight process (ROP) baseline inspections at your facility. We also plan on conducting several non-ROP inspections which include the independent spent fuel storage facility, reactor vessel head and head penetrations, containment emergency recirculation sump blockage, and initial reactor operator licensing examinations.

The enclosed inspection plan details the inspections, less those related to physical protection, scheduled through September 30, 2007. The inspection plan is provided to allow for the resolution of any scheduling conflicts and personnel availability issues well in advance of inspector arrival onsite. Routine resident inspections are not listed due to their ongoing and continuous nature. The inspections in the last nine months of the inspection plan are tentative and may be revised at the mid-cycle review. Although our intent is to maintain the enclosed inspection plan fixed for the first nine months, a need may arise to conduct one or more

DEC 2

unanticipated inspections prior to issuing an updated inspection plan with the 2006 assessment cycle mid-cycle letter. If an inspection of this type becomes necessary, we will notify you of the planned inspection dates as soon as possible to resolve, as much as we can, any scheduling and personnel availability conflicts you may have.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter and its enclosure will be made available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at http://www.nrc.gov/reading-rm/adams.html (the Public Electronic Reading Room).

If circumstances arise which cause us to change this inspection plan, we will contact you to discuss the change as soon as possible. Please contact me at (404) 562-4540 with any questions you may have regarding this letter or the inspection plan.

Sincerely,

/RA/

Michael E. Ernstes, Chief Reactor Projects Branch 1 Division of Reactor Projects

Docket Nos.: 50-413, 50-414, 72-45 License Nos.: NPF-35, NPF-52

Enclosure: Catawba Inspection/Activity Plan

DEC 3

cc w/encl:
Randy D. Hart
Regulatory Compliance Manager
Duke Energy Corporation
Electronic Mail Distribution

Lisa Vaughn
Associate General Counsel
Duke Energy Corporation

526 South Church Street Mail Code EC 07H Charlotte, NC 28201-1244

Anne Cottingham
Winston & Strawn LLP
Electronic Mail Distribution

North Carolina MPA-1 Electronic Mail Distribution

Henry J. Porter, Asst. Director Div. of Radioactive Waste Mgmt. S. C. Department of Health and Environmental Control Electronic Mail Distribution

R. Mike Gandy
Division of Radioactive Waste Mgmt.
S. C. Department of Health and
Environmental Control
Electronic Mail Distribution

Elizabeth McMahon Assistant Attorney General S. C. Attorney General's Office Electronic Mail Distribution

Vanessa Quinn Federal Emergency Management Agency Electronic Mail Distribution

North Carolina Electric Membership Corporation Electronic Mail Distribution

Peggy Force Assistant Attorney General N. C. Department of Justice **Electronic Mail Distribution**

County Manager of York County, SC Electronic Mail Distribution

Piedmont Municipal Power Agency Electronic Mail Distribution

R. L. Gill, Jr., Manager Nuclear Regulatory Issues and Industry Affairs Duke Energy Corporation 526 S. Church Street Charlotte, NC 28201-0006 Page 1 of 2

03/02/2006 15:18:46

Report 22

Catawba

Inspection / Activity Plan 03/01/2006 - 09/30/2007

Unit No. of Staff **Planned Dates** Inspection on Site Start End Type Number Inspection Activity Title EB3-ISI - U2 INSERVICE INSPECTION 1 2 IP 7111108P Inservice Inspection Activities - PWR 03/27/2006 03/31/2006 Baseline Inspections EB3SGISI - U2 STEAM GENERATOR ISI 1 IP 7111108P 04/07/2006 Baseline Inspections 2 Inservice Inspection Activities - PWR 04/03/2006 EB1-MODS - MODIFICATIONS/10CFR50.59 3 IP 7111102 1, 2 Evaluation of Changes, Tests, or Experiments 04/17/2006 04/21/2006 **Baseline Inspections** 1.2 IP 7111117B Permanent Plant Modifications 04/17/2006 04/21/2006 **Baseline Inspections** PSB2-EP - EP EXERCISE 3 IP 7111401 **Exercise Evaluation** 05/15/2006 05/19/2006 **Baseline Inspections** 1, 2 1, 2 IP 7111404 Emergency Action Level and Emergency Plan Changes 05/15/2006 05/19/2006 **Baseline Inspections** 1,2 IP 71151 Performance Indicator Verification 05/15/2006 05/19/2006 Baseline Inspections **ISFSI-PT** - 60854 - PREOP TESTING OF AN ISFSI 2 1.2 IP 60854 Preoperational Testing Of An ISFSI 06/19/2006 06/30/2006 Other Routine OL RQ - REQUAL INSPECTION 2 IP 7111111B 1, 2 Licensed Operator Requalification Program 07/24/2006 07/28/2006 Baseline Inspections PB1-PI&R - BIENNIAL PI&R INSPECTION 4 IP 71152B 1, 2 Identification and Resolution of Problems 08/07/2006 08/12/2006 **Baseline Inspections** 1,2 IP 71152B Identification and Resolution of Problems 08/21/2006 08/25/2006 **Baseline Inspections** PSB1-RP - RP OCCUPATIONAL PRE-INSP VISIT 1 1,2 IP 7112101 Access Control to Radiologically Significant Areas 09/25/2006 09/27/2006 Baseline Inspections EB3-ISI - U1 INSERVICE INSPECTION 2 1 IP 7111108P Inservice Inspection Activities - PWR 11/13/2006 11/17/2006 **Baseline Inspections** EB3TI150 - 2515/150 U-1: RPV & VHP NOZZLES 1 IP 2515/150 Reactor Pressure Vessel Head and Vessel Head Penetration Nozzles (NRC ORDER EA-03-11/13/2006 11/17/2006 Safety Issues **OL PREP** - INITIAL EXAM PREP 3 V23246 11/17/2006 Not Applicable CATAWBA/EXAM AT POWER FACILITIES 11/13/2006 1 PSB1-RP - RP OCCUPATIONAL BASELINE - WEEK 1 2 IP 7112101 1.2 Access Control to Radiologically Significant Areas 11/13/2006 11/17/2006 **Baseline Inspections** 1.2 IP 7112102 **ALARA Planning and Controls** 11/13/2006 11/17/2006 **Baseline Inspections** 1.2 IP 7112202 Radioactive Material Processing and Transportation 11/13/2006 11/17/2006 **Baseline Inspections** 1.2 IP 71151 Performance Indicator Verification 11/17/2006 **Baseline Inspections** 11/13/2006 EB1-SUMP - PWR CONTAINMENT SUMP BLOCKAGE TI (U-1) 1 IP 71111 Reactor Safety-Initiating Events, Mitigating Systems, Barrier Integrity 11/26/2006 12/01/2006 **Baseline Inspections** 1 PSB1-RP - RP OCCPATIONAL BASELINE WK 2 IP 7112101 Access Control to Radiologically Significant Areas 12/01/2006 Baseline Inspections 1.2 11/27/2006

This report does not include INPO and OUTAGE activities.

This report shows only on-site and announced inspection procedures.

Page 2 of 2

03/02/2006 15:18:46

Report 22

Catawba

Inspection / Activity Plan

03/01/2006 - 09/30/2007

Unit	1			No. of Staff	Planned Dates		Inspection
Number	Inspection Act	tivity	Title	on Site	Start	End	Туре
	PSB1-RP - RP OCCPATIONAL BASELINE WK 2 4						
1,2	IP 7112102		ALARA Planning and Controls		11/27/2006	12/01/2006	Baseline Inspections
1,2	IP 7112202		Radioactive Material Processing and Transportation		11/27/2006	12/01/2006	Baseline Inspections
1, 2	IP 71151		Performance Indicator Verification		11/27/2006	12/01/2006	Baseline Inspections
	OL EXAM -	INITIAL	. EXAM	3			
1	V23246		CATAWBA/EXAM AT POWER FACILITIES		12/04/2006	12/08/2006	Not Applicable
	EB3-MR -	MR EFF	FECTIVENESS	1			
1, 2	IP 7111112B		Maintenance Effectiveness		01/22/2007	01/26/2007	Baseline Inspections
	EB1-CDB -	COMPO	DNENT DESIGN BASES INSPECTION	5			
1, 2	IP 7111121		Component Design Bases Inspection		03/05/2007	03/09/2007	Baseline Inspections
1, 2	IP 7111121		Component Design Bases Inspection		03/19/2007	03/23/2007	Baseline Inspections
1, 2	IP 7111121		Component Design Bases Inspection		04/02/2007	04/06/2007	Baseline Inspections
1, 2	IP 7111121		Component Design Bases Inspection		04/16/2007	04/20/2007	Baseline Inspections
	PSB2-EP -	EP INS	P	1			
1, 2	IP 7111402		Alert and Notification System Testing		05/14/2007	05/18/2007	Baseline Inspections
1, 2	IP 7111403		Emergency Response Organization Augmentation Testing		05/14/2007	05/18/2007	Baseline Inspections
1, 2	IP 7111404		Emergency Action Level and Emergency Plan Changes		05/14/2007	05/18/2007	Baseline Inspections
1, 2	IP 7111405		Correction of Emergency Preparedness Weaknesses and Deficiencies		05/14/2007	05/18/2007	Baseline Inspections
1, 2	IP 71151		Performance Indicator Verification		05/14/2007	05/18/2007	Baseline Inspections
	EB2-TFP -	TRIENN	NIAL FIRE PROTECTION	5			
1, 2	IP 7111105T		Fire Protection [Triennial]		06/26/2007	06/28/2007	Baseline Inspections
1, 2	IP 7111105T		Fire Protection [Triennial]		07/16/2007	07/20/2007	Baseline Inspections
1, 2	IP 7111105T		Fire Protection [Triennial]		07/30/2007	08/03/2007	Baseline Inspections
	PSB1-RP -	RP PUE	BLIC PRE-INSP VISIT	1			
1, 2	IP 7112101		Access Control to Radiologically Significant Areas		07/09/2007	07/11/2007	Baseline Inspections
	EB3-HS -	HEAT S	SINK	1			
1, 2	IP 7111107B		Heat Sink Performance		08/06/2007	08/10/2007	Baseline Inspections
	PSB1-RP -	RP PUE	BLIC BASELINE INSP	4			
1, 2	IP 7112101		Access Control to Radiologically Significant Areas		08/06/2007	08/10/2007	Baseline Inspections
1, 2	IP 7112103		Radiation Monitoring Instrumentation and Protective Equipment		08/06/2007	08/10/2007	Baseline Inspections
1, 2	IP 7112201		Radioactive Gaseous and Liquid Effluent Treatment and Monitoring Systems		08/06/2007	08/10/2007	Baseline Inspections
1, 2	IP 7112203		Radiological Environmental Monitoring Program (REMP) And Radioactive Material Control P		08/06/2007	08/10/2007	Baseline Inspections
1, 2	IP 71151		Performance Indicator Verification		08/06/2007	08/10/2007	Baseline Inspections
	EB3-ISI -	U2 INSI	ERVICE INSPECTION	1			
1	IP 7111108P		Inservice Inspection Activities - PWR		09/24/2007	09/28/2007	Baseline Inspections

This report does not include INPO and OUTAGE activities.
This report shows only on-site and announced inspection procedures.