#### March 2, 2006

Mr. M. Nazar Senior Vice President and Chief Nuclear Officer Indiana Michigan Power Company Nuclear Generation Group One Cook Place Bridgman, MI 49106

SUBJECT: ANNUAL ASSESSMENT LETTER - D. C. COOK NUCLEAR PLANT,

UNITS 1 AND 2 (REPORT 05000315/2006001; 05000316/2006001)

Dear Mr. Nazar:

On February 8, 2006, the NRC staff completed its performance review of the D. C. Cook Nuclear Plant. 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 "Exempt from Public Disclosure in accordance with 10 CFR 2.390" will include the physical protection review and resultant inspection plan.

Overall, the D. C. Cook Nuclear Plant, 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 was within the Licensee Response column of the NRC's Action Matrix, based on all inspection findings being classified as having very low safety significance (Green) and all Pls indicating performance at a level requiring no additional NRC oversight (Green). Therefore, we plan to conduct reactor oversight process baseline inspections at your facility.

While plant performance for the most recent quarter is within the Licensee Response column of the Action Matrix, there was a safety significant Performance Indicator affecting the first two quarters of the assessment cycle for Unit 2. Specifically, there was one White PI in the Scrams with Loss of Normal Heat Removal area of the Initiating Events cornerstone that returned to Green after the second quarter of calendar year 2005.

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Additionally, on November 23, 2005, the staff issued two Severity Level III violations of 10 CFR 50.9 and one Severity Level III violation of 10 CFR 55.25 with a \$60,000 civil penalty in accordance with the NRC's Enforcement Policy. The violations were associated with providing incomplete and inaccurate information with regard to applications for new, renewed, or amended reactor operator licenses; providing incomplete and inaccurate information in an August 2, 2004, letter that described your corrective actions for a previous Severity Level III violation; and the failure to provide timely information with regard to a change in medical status of licensed reactor operators. The violations remain open pending further NRC review of your corrective actions.

The enclosed inspection plan details the inspections, less those related to physical protection scheduled through September 30, 2007. In addition to the program defined inspection activities, additional oversight activities will be conducted for the reactor vessel head replacement, scheduled for the Fall refueling outage in 2006. 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 9 months of the inspection plan are tentative and may be revised at the mid-cycle review.

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 <a href="http://www.nrc.gov/reading-rm/adams.html">http://www.nrc.gov/reading-rm/adams.html</a> (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 Christine Lipa at 630-829-9619 with any questions you may have regarding this letter or the inspection plan.

Sincerely,

/RA/

Mark A. Satorius, Director Division of Reactor Projects

Docket Nos. 50-315; 50-316 License Nos. DPR-58; DPR-74

Enclosure: D. C. Cook Nuclear Plant Inspection/Activity Plan

See Attached Distribution

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Mark A. Satorius, Director Division of Reactor Projects

Docket Nos. 50-315; 50-316 License Nos. DPR-58; DPR-74

Enclosure: D. C. Cook Nuclear Plant Inspection/Activity Plan

### See Attached Distribution

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OFFICE	RIII	RIII		
NAME	EDuncan for CLipa:dtp	MSatorius		
DATE	03/01/06	03/01/06		

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cc w/encl: J. Jensen, Site Vice President

L. Weber, Plant Manager

G. White, Michigan Public Service Commission

L. Brandon, Michigan Department of Environmental Quality -

Waste and Hazardous Materials Division

Emergency Management Division MI Department of State Police

D. Lochbaum, Union of Concerned Scientists

Berrien County Board Chairman Berrien County Coordinator Berrien County Sheriff

EMA Coordinator, Berrien County Emergency

Management Agency Mayor of Benton Harbor

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Mayor of St. Joseph

City Manager of St. Joseph

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INPO

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ROPreports@nrc.gov (inspection reports, final SDP letters, any letter with an IR number)

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# D.C. Cook **Inspection / Activity Plan** 03/01/2006 - 09/30/2007

Unit Number					Planned Dates		Inspection
	Inspection Activ	ctivity	Title	on Site	Start	End	Туре
	71111.11 - L	IC OPE	ERATOR REQUAL PROGRAM EVALUATION	2			
1, 2	IP 7111111B		Licensed Operator Requalification Program		03/06/2006	03/10/2006	Baseline Inspections
	ISI - D	.c. co	OK UNIT 2 ISI INSPECTION	2			
1	IP 7111108P	1	Inservice Inspection Activities - PWR		03/27/2006	04/21/2006	Baseline Inspections
	7112102 - A	LARA	(OUTAGE)	2			
1,2	IP 7112101	,	Access Control to Radiologically Significant Areas		04/03/2006	04/07/2006	Baseline Inspections
1, 2	IP 7112102	,	ALARA Planning and Controls		04/03/2006	04/07/2006	Baseline Inspections
	IP 71114 - E	P NON	I-EXERCISE BASELINE	1			
1,2	IP 7111402	,	Alert and Notification System Testing		04/17/2006	04/21/2006	Baseline Inspections
1,2	IP 7111403	I	Emergency Response Organization Augmentation Testing		04/17/2006	04/21/2006	Baseline Inspections
1,2	IP 7111405	(	Correction of Emergency Preparedness Weaknesses and Deficiencies		04/17/2006	04/21/2006	Baseline Inspections
1, 2	IP 71151	I	Performance Indicator Verification		04/17/2006	04/21/2006	Baseline Inspections
	MOD/5059 - N	ODIF	CATION/50.59 INSPECTION	2			
1,2	IP 7111102	I	Evaluation of Changes, Tests, or Experiments		05/08/2006	05/26/2006	Baseline Inspections
1,2	IP 7111117B	I	Permanent Plant Modifications		05/08/2006	05/26/2006	Baseline Inspections
	PI&R - P	I&R BI	ENNIAL	3			
1,2	IP 71152B	I	Identification and Resolution of Problems		07/24/2006	08/18/2006	Baseline Inspections
	MAINT - N	MAINTE	NANCE EFFECTIVENESS	1			
1,2	IP 7111112B		Maintenance Effectiveness		07/17/2006	07/21/2006	Baseline Inspections
	ISI - D	.c. co	OK U1 ISI & RPV HD FAB/MOD INSP	3			
1	IP 71007	ı	Reactor Vessel Head Replacement Inspection		09/04/2006	11/03/2006	Other Routine
1	IP 7111102	I	Evaluation of Changes, Tests, or Experiments		09/04/2006	11/03/2006	Baseline Inspections
1	IP 7111117B		Permanent Plant Modifications		09/11/2006	11/03/2006	Baseline Inspections
1	IP 7111108P	I	Inservice Inspection Activities - PWR		10/09/2006	11/03/2006	Baseline Inspections
	7112101 - R	RAD AC	CCESS AND OUTAGE ALARA	1			
1,2	IP 7112101	,	Access Control to Radiologically Significant Areas		09/25/2006	09/29/2006	Baseline Inspections
1,2	IP 7112102	,	ALARA Planning and Controls		09/25/2006	09/29/2006	Baseline Inspections
1,2	IP 71151	I	Performance Indicator Verification		09/25/2006	09/29/2006	Baseline Inspections
	7112202 - T	RANSI	PORTATION & RADWASTE	1			
1,2	IP 7112202	I	Radioactive Material Processing and Transportation		10/30/2006	11/03/2006	Baseline Inspections
1, 2	IP 71151	1	Performance Indicator Verification		10/30/2006	11/03/2006	Baseline Inspections
	71122.01 - R	RADIOL	OGICAL EFFLUENTS	1			
1, 2	IP 7112201	1	Radioactive Gaseous and Liquid Effluent Treatment and Monitoring Systems		01/08/2007	01/12/2007	Baseline Inspections
1,2	IP 71151	I	Performance Indicator Verification		01/08/2007	01/12/2007	Baseline Inspections

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

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### D.C. Cook 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 **CDBI** - COMPONENT DESIGN BASES INSPECTION 5 1,2 IP 7111121 02/23/2007 Baseline Inspections Component Design Bases Inspection 01/22/2007 **FY 2007** - D. C. COOK INIT PREP 02/2007 3 OL - INITIAL EXAM - D.C. COOK - FEB/MAR 2007 W90152 02/26/2007 03/02/2007 Not Applicable 1 FY 2007 - D. C. COOK INIT EXAM 03/2007 3 W90152 OL - INITIAL EXAM - D.C. COOK - FEB/MAR 2007 03/30/2007 Not Applicable 03/19/2007 71121.02 - POST OUTAGE ALARA 1 1, 2 IP 7112101 Access Control to Radiologically Significant Areas 03/26/2007 03/30/2007 Baseline Inspections IP 7112102 **ALARA Planning and Controls** 1,2 03/26/2007 03/30/2007 Baseline Inspections - REMP & RAD MTL CONTROL 71122.03 1 IP 7112203 Radiological Environmental Monitoring Program (REMP) And Radioactive Material Control P 1,2 06/11/2007 06/15/2007 Baseline Inspections **HEATSINK - HEAT SINK INSPECTION** 1 IP 7111107B Heat Sink Performance 07/09/2007 07/13/2007 Baseline Inspections 1,2 71121.01 - RADIOLOGICAL ACCESS CONTROL IP 7112101 1,2 Access Control to Radiologically Significant Areas 09/24/2007 09/28/2007 Baseline Inspections 1, 2 IP 71151 Performance Indicator Verification 09/24/2007 09/28/2007 Baseline Inspections