

UNITED STATES NUCLEAR REGULATORY COMMISSION

REGION I 475 ALLENDALE ROAD KING OF PRUSSIA, PENNSYLVANIA 19406-1415

March 2, 2006

Mr. Jay K. Thayer Site Vice President Entergy Nuclear Operations, Inc. Vermont Yankee Nuclear Power Station P.O. Box 0500 185 Old Ferry Road Brattleboro, VT 05302-0500

SUBJECT: ANNUAL ASSESSMENT LETTER - VERMONT YANKEE NUCLEAR POWER

STATION (REPORT 50000271/2006001)

Dear Mr. Thayer:

On February 6, 2006, the NRC staff completed its performance review of Vermont Yankee Nuclear Power 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 review and resultant inspection plan.

Overall Vermont Yankee 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 PIs indicating performance at a level requiring no additional NRC oversight (Green). Therefore, we plan to conduct reactor oversight process (ROP) 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 inspection finding affecting the first three quarters of the assessment cycle. This was due to a low to moderate safety significant (White) inspection finding in the Emergency Preparedness cornerstone for not providing tone alert radios to a portion of the populace that was within the VY emergency planning zone. A supplemental inspection, conducted in June 2005, determined that the root causes for the performance deficiencies were understood and the completed and planned corrective actions were appropriate.

Additionally, on June 22, 2005, the staff issued a severity level III Notice of Violation, in accordance with the NRC's Enforcement Policy, for the 2004 finding related to two irradiated fuel rod pieces that were not in their proper location in the spent fuel pool as detailed in

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inventory records. Information regarding the reason for the violation, corrective actions, and when Vermont Yankee achieved full compliance with the regulatory requirements for this issue are discussed in Notice of Violation EA-04-174 and Special Inspection Report 05000271/2004007, dated December 2, 2004.

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.

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 Mr. Clifford J. Anderson of my staff at 610-337-5227 with any questions you may have regarding this letter or the inspection plan.

Sincerely,

/RA/

Brian E. Holian Director, Division of Reactor Projects, Region I

Docket Nos. 50-271 License Nos. DPR-28

Enclosure: Vermont Yankee Inspection/ Activity Plan

CC.

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- G. J. Taylor, Chief Executive Officer, Entergy Operations
- J. T. Herron, Senior Vice President and Chief Operating Officer
- C. Schwarz, Vice-President, Operations Support
- O. Limpias, Vice President, Engineering
- J. M. DeVincentis, Manager, Licensing, Vermont Yankee Nuclear Power Station Operating Experience Coordinator, Vermont Yankee Nuclear Power Station
- J. F. McCann, Director, Licensing
- C. D. Faison, Manager, Licensing
- M. J. Colomb, Director of Oversight, Entergy Nuclear Operations, Inc.

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- T. C. McCullough, Assistant General Counsel, Entergy Nuclear Operations, Inc.
- J. H. Sniezek, PWR SRC Consultant
- M. D. Lyster, PWR SRC Consultant
- S. Lousteau, Treasury Department, Entergy Services, Inc.

Administrator, Bureau of Radiological Health, State of New Hampshire

Chief, Safety Unit, Office of the Attorney General, Commonwealth of Mass.

- J. E. Silberg, Pillsbury, Winthrop, Shaw, Pittman LLP
- G. D. Bisbee, Esquire, Deputy Attorney General, Environmental Protection Bureau
- J. Block, Esquire
- J. P. Matteau, Executive Director, Windham Regional Commission
- D. Katz, Citizens Awareness Network (CAN)
- R. Shadis, New England Coalition Staff
- G. Sachs, President/Staff Person, c/o Stopthesale
- C. McCombs, Commonwealth of Massachusetts, SLO Designee

State of New Hampshire, SLO Designee

State of Vermont, SLO Designee

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Region I Docket Room (with concurrences)

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Institute of Nuclear Power Operations (INPO)

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SISP Review Complete: TEW (Reviewer's Initials)

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Vermont Yankee Inspection / Activity Plan

03/01/2006 - 09/30/2007 Unit No. of Staff **Planned Dates** Inspection Number Inspection Activity Title on Site Start End **Type** 71004 - POWER UPRATE 4 IP 71004 **Power Uprate** 02/25/2006 04/25/2006 Other Routine 1 **REMP** - PUB RAD SAFETY - REMP 1 IP 7112203 Radiological Environmental Monitoring Program (REMP) And Radioactive Material Control F 03/06/2006 03/10/2006 Other Routine IP 7112203 Radiological Environmental Monitoring Program (REMP) And Radioactive Material Control F 03/20/2006 03/24/2006 Other Routine - L.O. REQUAL. PROG. + P/F REVIEW 3 7111111B IP 7111111B 07/21/2006 Licensed Operator Requalification Program 07/17/2006 **Baseline Inspections** IP 7111111B Licensed Operator Regualification Program 07/24/2006 07/28/2006 **Baseline Inspections** 7111121 - CDBI (COMPONENT DESIGN BASES INSPECTION) 6 IP 7111121 Component Design Bases Inspection 07/10/2006 07/14/2006 **Baseline Inspections** IP 7111121 Component Design Bases Inspection 07/24/2006 07/28/2006 **Baseline Inspections** IP 7111121 Component Design Bases Inspection 08/07/2006 08/11/2006 **Baseline Inspections** IP 7111121 Component Design Bases Inspection 08/14/2006 08/18/2006 **Baseline Inspections** 71114 - EP PRGM INSP & PI VERIFICATION 1 IP 7111402 Alert and Notification System Testing 08/07/2006 08/11/2006 **Baseline Inspections** IP 7111403 **Emergency Response Organization Augmentation Testing** 08/07/2006 08/11/2006 **Baseline Inspections** IP 7111404 Emergency Action Level and Emergency Plan Changes 08/07/2006 08/11/2006 **Baseline Inspections** IP 7111405 Correction of Emergency Preparedness Weaknesses and Deficiencies 08/07/2006 08/11/2006 **Baseline Inspections** IP 71151 Performance Indicator Verification 08/07/2006 08/11/2006 **Baseline Inspections** 71121 - OCC RAD SAFETY 1 IP 7112101 10/06/2006 **Baseline Inspections** Access Control to Radiologically Significant Areas 10/02/2006 IP 7112102 **ALARA Planning and Controls** 10/02/2006 10/06/2006 **Baseline Inspections** 71121 - OCC RAD SAFETY 1 IP 7112101 Access Control to Radiologically Significant Areas 10/30/2006 11/03/2006 **Baseline Inspections** 1 **ALARA Planning and Controls** IP 7112102 10/30/2006 11/03/2006 **Baseline Inspections** 7111107B - HEAT SINK 2 IP 7111107B Heat Sink Performance 11/27/2006 12/01/2006 **Baseline Inspections** 7112201 - PUB RAD SAFETY - RETS 1 IP 7112201 1 Radioactive Gaseous and Liquid Effluent Treatment and Monitoring Systems 11/27/2006 12/01/2006 Baseline Inspections IP 71151 Performance Indicator Verification 11/27/2006 12/01/2006 **Baseline Inspections** 71121 - OCC RAD SAFETY 1 IP 7112101 Access Control to Radiologically Significant Areas 01/08/2007 01/12/2007 **Baseline Inspections** IP 7112102 **ALARA Planning and Controls** 01/08/2007 01/12/2007 **Baseline Inspections**

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03/12/2007

03/16/2007

Baseline Inspections

This report does not include INPO and OUTAGE activities.

TRI FIRE

IP 7111105T

1

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

- TRIENNIAL FIRE PROTECTION INSPECTION

Fire Protection [Triennial]

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IP 71152B

IP 71152B

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

Unit No. of Staff **Planned Dates** Inspection Number Inspection Activity Title on Site Start End **Type TRI FIRE** - TRIENNIAL FIRE PROTECTION INSPECTION 3 IP 7111105T Fire Protection [Triennial] 1 03/26/2007 03/30/2007 Baseline Inspections 7112103 - OCC RAD SAFETY - INSTRUMENTS 1 IP 7112103 Radiation Monitoring Instrumentation and Protective Equipment 03/12/2007 03/16/2007 Baseline Inspections 5/7+EXM - INITIAL LICENSED OPERATOR EXAMS 3 U01667 FY07-VERMONT YANKEE INITIAL OPERATOR EXAM 04/09/2007 04/13/2007 Not Applicable U01667 FY07-VERMONT YANKEE INITIAL OPERATOR EXAM 05/07/2007 05/18/2007 Not Applicable 7111108G - INSERVICE INSPECTION 1 IP 7111108G Inservice Inspection Activities - BWR 05/21/2007 05/24/2007 **Baseline Inspections** 71121 - OCC RAD SAFETY 1 IP 7112101 Access Control to Radiologically Significant Areas 05/21/2007 05/25/2007 **Baseline Inspections** IP 7112102 **ALARA Planning and Controls** 05/21/2007 05/25/2007 **Baseline Inspections** 7112203 - PUB RAD SAFETY - REMP 1 IP 7112203 Radiological Environmental Monitoring Program (REMP) And Radioactive Material Control F 08/03/2007 07/30/2007 **Baseline Inspections** 7111117B - MODS AND 50.59 3 IP 7111102 Evaluation of Changes, Tests, or Experiments 08/06/2007 08/10/2007 **Baseline Inspections** IP 7111117B Permanent Plant Modifications 08/06/2007 08/10/2007 **Baseline Inspections** 71121 - OCC RAD SAFETY 1 IP 7112101 Access Control to Radiologically Significant Areas 08/20/2007 08/24/2007 **Baseline Inspections** IP 7112102 **ALARA Planning and Controls** 08/20/2007 08/24/2007 **Baseline Inspections** 71152B - PI&R

09/10/2007

09/24/2007

09/14/2007

09/28/2007

Baseline Inspections

Baseline Inspections

Identification and Resolution of Problems

Identification and Resolution of Problems