engineering, together with engineering experience and knowledge available in the field of water storage dams and retention structures, can be used in the design and construction of uranium recovery retention systems. The basic concepts of conventional water storage impoundments can be suitably modified to produce economical designs that will ensure the stability of the retention system and minimal contamination. Draft Guide 3032 describes methods and processes the NRC finds acceptable for the design, construction, and inspection of embankment retention systems at uranium recovery facilities.

When finalized and issued, DG–3032 will be entered into the agency's "Regulatory Guide" series as Revision 3 of Regulatory Guide 3.11 where it will replace both Revision 2 of Regulatory Guide 3.11 and Revision 1 of Regulatory

Guide 3.11.1.

II. Further Information

The NRC staff is soliciting comments on DG–3032. Comments may be accompanied by relevant information or supporting data, and should mention DG–3032 in the subject line. Comments submitted in writing or in electronic form will be made available to the public in their entirety through the NRC's Agencywide Documents Access and Management System (ADAMS).

Personal information will not be removed from your comments. You may submit comments by any of the

following methods:

- 1. Mail comments to: Rulemaking, Directives, and Editing Branch, Office of Administration, U.S. Nuclear Regulatory Commission, Washington, DC 20555– 0001.
- 2. E-mail comments to: *NRCREP@nrc.gov*.
- 3. Hand-deliver comments to: Rulemaking, Directives, and Editing Branch, Office of Administration, U.S. Nuclear Regulatory Commission, 11555 Rockville Pike, Rockville, Maryland 20852, between 7:30 a.m. and 4:15 p.m. on Federal workdays.
- 4. Fax comments to: Rulemaking, Directives, and Editing Branch, Office of Administration, U.S. Nuclear Regulatory Commission at (301) 415–5144.

Requests for technical information about DG–3032 may be directed to the NRC Senior Program Manager, B. Von Till at (301) 415–0598 or e-mail at RWV@nrc.gov.

Comments would be most helpful if received by May 16, 2008. Comments received after that date will be considered if it is practical to do so, but the NRC is able to ensure consideration only for comments received on or before this date. Although a time limit is given,

comments and suggestions in connection with items for inclusion in guides currently being developed or improvements in all published guides are encouraged at any time.

Electronic copies of DG–3032 are available through the NRC's public Web site under Draft Regulatory Guides in the "Regulatory Guides" collection of the NRC's Electronic Reading Room at http://www.nrc.gov/reading-rm/doc-collections/. Electronic copies are also available in ADAMS (http://www.nrc.gov/reading-rm/adams.html), under Accession No. ML080180036.

In addition, regulatory guides are available for inspection at the NRC's Public Document Room (PDR), which is located at 11555 Rockville Pike, Rockville, Maryland. The PDR's mailing address is USNRC PDR, Washington, DC 20555–0001. The PDR can also be reached by telephone at (301) 415–4737 or (800) 397–4205, by fax at (301) 415–3548, and by e-mail to PDR@nrc.gov.

Regulatory guides are not copyrighted, and Commission approval is not required to reproduce them.

Dated at Rockville, Maryland, this 11th day of March, 2008.

For the Nuclear Regulatory Commission. Andrea D. Valentin,

Chief, Regulatory Guide Development Branch, Division of Engineering, Office of Nuclear Regulatory Research.

[FR Doc. E8–5400 Filed 3–17–08; 8:45 am] BILLING CODE 7590–01–P

NUCLEAR REGULATORY COMMISSION

[Docket No. 50-382]

Entergy Operations, Inc.; Waterford Steam Electric Station, Unit 3; Exemption

1.0 Background

Entergy Operations, Inc. (the licensee), is the holder of Facility Operating License No. NPF–38, which authorizes operation of the Waterford Steam Electric Station, Unit 3 (Waterford 3). The license provides, among other things, that the facility is subject to all rules, regulations, and orders of the U.S. Nuclear Regulatory Commission (NRC, the Commission) now or hereafter in effect.

The facility consists of one pressurized-water reactor located in St. Charles Parish, Louisiana.

2.0 Request/Action

Title 10 of the Code of Federal Regulations (10 CFR), 50.46(a)(1)(i), "Acceptance criteria for emergency core cooling systems for light-water nuclear power reactors," states:

"Each boiling or pressurized light-water nuclear power reactor fueled with uranium oxide pellets within cylindrical zircaloy or ZIRLO cladding must be provided with an emergency core cooling system (ECCS) that must be designed so that its calculated cooling performance following postulated loss-of-coolant accidents conforms to the criteria set forth in paragraph (b) of this section."

Paragraph I.A.5 of Appendix K to 10 CFR Part 50 states:

"Metal—Water Reaction Rate. The rate of energy release, hydrogen generation, and cladding oxidation from the metal/water reaction shall be calculated using the Baker-Just equation (Baker, L., Just, L.C., "Studies of Metal Water Reactions at High Temperatures, III. Experimental and Theoretical Studies of the Zirconium-Water Reaction," ANL—6548, page 7, May 1962)."

The April 24, 2007 exemption request relates to the specific types of cladding material specified in the regulations. As written, the regulations presume the use of zircaloy or ZIRLOTM fuel rod cladding. Also, since the Baker-Just equation presumes the use of zircalov clad fuel, strict application of the rule would not permit use of the equation for Optimized ZIRLOTM cladding for determining acceptable fuel performance. Thus, exemptions from the specific requirements of 10 CFR 50.46 and Appendix K to 10 CFR Part 50 are needed to allow a cladding alloy other than zircaloy or ZIRLOTM.

Accordingly, this exemption would result in changes to the plant by allowing only the use of an alternative cladding alloy other than zircaloy or ZIRLO™ in lieu of meeting the specific cladding requirements of 10 CFR 50.46 and Appendix K to 10 CFR Part 50. Specifically, the exemption would allow the use of Optimized ZIRLO™ cladding. All other requirements of 10 CFR 50.46 and of Appendix K to 10 CFR Part 50 would remain applicable.

3.0 Discussion

Pursuant to 10 CFR 50.12, the Commission may, upon application by any interested person or upon its own initiative, grant exemptions from the requirements of 10 CFR Part 50 when (1) the exemptions are authorized by law, will not present an undue risk to public health or safety, and are consistent with the common defense and security; and (2) when special circumstances are present. As discussed below, special circumstances are present because the continued operation of Waterford 3 with zircaloy or ZIRLOTM fuel rod cladding, rather than with Optimized ZIRLOTM, is

not necessary to achieve the underlying purpose of the rule.

Authorized by Law

This exemption would result in changes to the plant by allowing use of an alternative cladding (Optimized ZIRLOTM) alloy other than zircaloy or ZIRLOTM in lieu of meeting the requirements of 10 CFR 50.46 and Appendix K to 10 CFR Part 50. As stated above, 10 CFR 50.12 allows the NRC to grant exemptions from the requirements of 10 CFR 50.46 and Appendix K to 10 CFR Part 50. The NRC staff has determined that granting of the licensee's proposed exemption will not result in a violation of the Atomic Energy Act of 1954, as amended, or the Commission's regulations. Therefore, the exemption is authorized by law.

No Undue Risk to Public Health and Safety

The underlying purpose of 10 CFR 50.46 is to establish acceptance criteria for adequate ECCS performance. The underlying purpose of Paragraph I.A.5 of Appendix K to 10 CFR Part 50 is to calculate the rates of energy, hydrogen concentration, and cladding oxidation from the metal-water reaction using the Baker-Just equation. Based on the above and on the NRC staff's previously documented topical report safety review as discussed further below, in the context of the proposed exemption, no new accident precursors are created by allowing the use of an alternative cladding (Optimized ZIRLO™) alloy other than zircaloy or ZIRLOTM. Thus, the probability of postulated accidents is not increased. For the same reasons, the consequences of postulated accidents are not increased. Therefore, there is no undue risk to public health and safety.

Consistent With Common Defense and Security

The proposed exemption would allow the use of an alternative cladding (Optimized ZIRLOTM) alloy other than zircaloy or ZIRLOTM. This change to the plant has no relation to security issues. Therefore, the common defense and security is not impacted by this exemption.

Special Circumstances

Pursuant to 10 CFR 50.12(a)(2)(ii), special circumstances are present whenever application of the regulation in the particular circumstances would not serve the underlying purpose of the rule or is not necessary to achieve the underlying purpose of the rule. The underlying purpose of 10 CFR 50.46 is to establish acceptance criteria for

adequate ECCS performance. As previously documented in the NRC staff's review of topical reports submitted by Westinghouse Electric Company, LLC (Westinghouse), and subject to compliance with the specific conditions of approval established therein, the NRC staff finds that the applicability of these ECCS acceptance criteria to Optimized ZIRLOTM has been demonstrated by Westinghouse. Ring compression tests performed by Westinghouse on Optimized ZIRLOTM (NRC-reviewed, approved, and documented in Appendix B of WCAP-12610-P-A and CENPD-404-P-A, Addendum 1-A, "Optimized ZIRLOTM," July 2006, Agencywide Documents Access and Management System (ADAMS) Accession No. ML062080576) demonstrate an acceptable retention of post-quench ductility up to 10 CFR 50.46 limits of 2200 degrees Fahrenheit and 17 percent equivalent clad reacted (ECR). Furthermore, the NRC staff has concluded that oxidation measurements provided by the licensee (letter from Westinghouse to NRC, "SER Compliance with WCAP-12610-P-A & CENPD-404-P-A Addendum 1-A 'Optimized ZIRLOTM'," LTR-NRC-07-58, November 6, 2007, ADAMS Accession No. ML073130562) illustrate that oxide thickness (and associated hydrogen pickup) for Optimized ZIRLOTM at any given burnup would be less than both zircaloy-4 and ZIRLOTM. Hence, the NRC staff concludes that Optimized ZIRLOTM would be expected to maintain better post-quench ductility than ZIRLOTM. This finding is further supported by an ongoing loss-of-coolant accident (LOCA) research program at Argonne National Laboratory, which has identified a strong correlation between cladding hydrogen content (due to inservice corrosion) and post-quench ductility.

In addition, utilizing currently approved LOCA models and methods, Westinghouse will perform an evaluation to ensure that the Optimized ZIRLOTM fuel rods continue to satisfy 10 CFR 50.46 acceptance criteria. For the reasons above, granting the exemption request will ensure that the underlying purpose of the rule is achieved.

Paragraph I.A.5 of Appendix K to 10 CFR Part 50 states that the rates of energy release, hydrogen concentration, and cladding oxidation from the metalwater reaction shall be calculated using the Baker-Just equation. Since the Baker-Just equation presumes the use of zircaloy clad fuel, strict application of the rule would not permit use of the equation for Optimized ZIRLOTM

cladding for determining acceptable fuel performance. However, the NRC staff has found that metal-water reaction tests performed by Westinghouse on Optimized ZIRLOTM (NRC-reviewed, approved, and documented in Appendix B of WCAP-12610-P-A and CENPD-404-P-A, Addendum 1-A and subject to compliance with the specific conditions of approval established therein) demonstrate conservative reaction rates relative to the Baker-Just equation. Thus, the NRC staff agrees that application of Appendix K, paragraph I.A.5 is not necessary to achieve the underlying purpose of the rule in these circumstances. Accordingly, the NRC staff has determined that the special circumstances required by 10 CFR 50.12 (a)(2)(ii) for granting an exemption from the aforementioned specific paragraphs of 10 CFR 50.46 and Appendix K of 10 CFR Part 50 exist.

4.0 Conclusion

Accordingly, the Commission has determined that, pursuant to 10 CFR 50.12(a), the exemption is authorized by law, will not present an undue risk to the public health and safety, and is consistent with the common defense and security. Also, special circumstances are present. Therefore, the Commission hereby grants Entergy Operations, Inc., an exemption from the specific cladding requirements of 10 CFR 50.46, "Acceptance criteria for emergency core cooling systems for light-water nuclear power reactors," and of Appendix K to 10 CFR Part 50, "ECCS Evaluation Models," to allow the use of Optimized ZIRLO TM fuel rod cladding material in future core reload applications for Waterford 3.

Pursuant to 10 CFR 51.32, the Commission has determined that the granting of this exemption will not have a significant effect on the quality of the human environment as published in the **Federal Register** on October 22, 2007 (72 FR 59560).

This exemption is effective upon issuance.

Dated at Rockville, Maryland, this 11th day of March 2008.

For the Nuclear Regulatory Commission. **Catherine Haney**,

Director, Division of Operating Reactor Licensing, Office of Nuclear Reactor Regulation.

[FR Doc. E8–5381 Filed 3–17–08; 8:45 am]
BILLING CODE 7590–01–P