

September 26, 2002

Mr. William R. Kanda
Vice President - Nuclear, Perry
FirstEnergy Nuclear Operating Company
P. O. Box 97, A290
Perry, OH 44081

SUBJECT: OFFICE OF INVESTIGATIONS REPORT NO. 3-2001-059

Dear Mr. Kanda:

This refers to an investigation initiated on December 28, 2001, by the U.S. Nuclear Regulatory Commission's (NRC) Office of Investigations (OI) to determine whether a contract insulator deliberately provided incomplete and inaccurate information to the First Energy Operating Company (FENOC) to obtain unescorted access to Perry Nuclear Power Plant. Based on the information developed during that investigation, OI concluded that the individual deliberately failed to fully disclose his entire criminal background history on his personnel security questionnaires. The synopsis of the OI report is enclosed. No enforcement action is being taken against FENOC in this matter. This concludes the NRC's investigation into this matter.

In accordance with 10 CFR 2.790 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 you have any questions concerning this matter please contact me at (630) 829-9500.

Sincerely,

/RA/

Cynthia D. Pederson, Director
Division of Reactor Safety

Docket No. 50-440
License No. NPF-58

Enclosure: As stated

bcc: AMS File No. RIII-2001-A-0128

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OFFICE	RIII		RIII:OI ¹		RIII		RIII			
NAME	*Weil/bh		*Paul		*Berson		Pederson			
DATE	9/20/02		9/12/02		9/23/02		9/26/02			

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¹Approval to release OI synopsis was provided on 9/12/02 in an E-mail from R. Paul, RIII:OI to C. Weil, RIII:EICS, as part of EA-02-198.

SYNOPSIS

On December 26, 2001, the U.S. Nuclear Regulatory Commission, Office of Investigations, Region III, initiated an investigation to determine if a contract insulator at the Perry Nuclear Generating Station deliberately falsified access authorization records in violation (sic).

Based on the evidence developed, this investigation did substantiate that a contract insulator deliberately falsified access authorization records by failing to disclose his complete criminal history.