May 7, 2004

Mr. William R. Kanda Vice President - Nuclear, Perry FirstEnergy Nuclear Operating Company P. O. Box 97, A210 10 Center Road Perry, OH 44081

SUBJECT: SUMMARY OF THE PERRY NUCLEAR POWER PLANT PERFORMANCE

ASSESSMENT MEETING ON APRIL 20, 2004

Dear Mr. Kanda:

On April 20, 2004, a public meeting was held at the Quail Hollow Resort in Painesville, Ohio, between the Nuclear Regulatory Commission (NRC) and FirstEnergy Nuclear Operating Company (FENOC). The purpose of the meeting was to discuss the NRC's assessment of Perry's performance for the period of January 1, 2003, through December 31, 2003.

Overall, as discussed in the Perry Annual Assessment letter dated March 4, 2004 (ADAMS accession number ML040641205), Perry operated in a manner that preserved public health and safety. Plant performance for the most recent quarter was within the Degraded Cornerstone Column of the NRC's Action Matrix, based on two White findings in the mitigating systems cornerstone. The White findings were associated with the failure of the high pressure core spray system pump to start on October 23, 2002, and the failure of the division 1 emergency service water pump during a routine run on September 1, 2003. During the meeting, a third White finding in the mitigating systems cornerstone associated with the air binding of the division 1 waterleg pump on August 14, 2003, was also discussed. Although the issue was not finalized prior to the issuance of the Annual Assessment letter, the finding was entered into the action matrix in the fourth quarter of 2003 and was discussed to present a complete and accurate representation of plant performance for 2003. Also discussed was a White finding in the emergency preparedness cornerstone and a White performance indicator in the occupational radiation exposure cornerstone. The emergency preparedness issue involved the failure to make a timely alert declaration on April 24, 2003, after a fuel pin was damaged during inspection activities in the fuel handling building. The White performance indicator was due to three performance deficiencies which occurred during the second quarter 2003 refueling outage. Although the individual events were determined to be of very low safety significance, collectively the green/white threshold was crossed.

Following the presentation of our assessment, you and members of your staff discussed efforts taken or planned to improve plant performance. Prior to the conclusion of the meeting, our staff responded to several questions from members of the public.

W. Kanda -2-

The meeting attendance list is enclosed. The slides presented by the NRC are available in ADAMS (accession number ML041280061). The slides presented by FirstEnergy are available in ADAMS (accession number ML041260257). Please contact me if there are any questions you have about this meeting at (630) 829-9703.

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).

Sincerely,

/RA/

Mark Ring, Chief Branch 1 Division of Reactor Projects

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

Enclosure: Attendance List

cc: G. Leidich, President - FENOC

L. Myers, Chief Operating Officer, FENOC

J. Hagan, Senior Vice President Engineering and Services, FENOC

W. O'Malley, Director, Maintenance Department

V. Higaki, Manager, Regulatory Affairs

J. Messina, Director, Nuclear

Services Department

T. Lentz, Director, Nuclear Engineering Department

T. Rausch, Plant Manager,

Nuclear Power Plant Department

M. O'Reilly, Attorney, First Energy

Public Utilities Commission of Ohio

Ohio State Liaison Officer

R. Owen, Ohio Department of Health

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J. Hagan, Senior Vice President Engineering and Services, FENOC

W. O'Malley, Director, Maintenance Department

V. Higaki, Manager, Regulatory Affairs

J. Messina, Director, Nuclear

Services Department

T. Lentz, Director, Nuclear

Engineering Department

T. Rausch, Plant Manager,

Nuclear Power Plant Department

M. O'Reilly, Attorney, First Energy

Public Utilities Commission of Ohio

Ohio State Liaison Officer

R. Owen, Ohio Department of Health

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Attendance List

Perry Plant Performance Assessment Meeting

April 20, 2004

<u>Name</u> <u>Organization</u>

Barry Blair FirstEnergy Nuclear Operating Company (FENOC)

Henry Hegrat FENOC
Tim Rausch FENOC
Gary Leidich FENOC

Suzanne Russell

P. Kenneth Russell FENOC

Adi Donato Cleveland Electric Illuminating Company

Mary O'Reilly FENOC J. J. Hagan FENOC George Brewer FENOC

Susan Hiatt Ohio Citizens for Responsible Energy, Inc. (OCRE)

Michael Blair News-Herald Dale Miller FENOC

Connie Kline Ohio Care - Citizens Against a Radioactive Environment

Dan Gallo FENOC

Alexander Velykovic

George A. Zokle Capri Cafaro for Congress

Paul Bordley **FENOC** Bill Kanda **FENOC** Jeff McGuire **FENOC** Lew Myers **FENOC** Peter Roberts **FENOC** Frank Ross **FENOC** George Dujanovic **FENOC** Neal Bonner **FENOC**

Rodney Nespeca Capri Cafaro for Congress

Capri S. Cafaro Democratic Nominee for Congress - 14th District - Ohio

David Truman News-Herald

Diane Flowers U. S. Nuclear Regulatory Commission (NRC)

Liliana Ramadan NRC James Caldwell NRC Mark Ring NRC Ray Powell NRC Jan Strasma NRC Jeffrey Lausberg **FENOC** Joe Mosbrook **FENOC** Vernon K. Higaki **FENOC** David A. Bowen **FENOC** Pat Duszynski **FENOC** Tony Duszynski **FENOC** Robert Coad **FENOC** Dan Gallagher **FENOC**

Ed Root FENOC

Adam Turinsky Sargent & Lundy

Name Organization

Ronald Rosel	FENOC
Mike McFarland	FENOC
M. Schimmel	FENOC
Don Timms	FENOC
Tom Lentz	FENOC
John Messina	FENOC
John Laituri	
Fred von Ahn	FENOC
Peter Author	FENOC

Fred von Ahn
FENOC
Peter Author
Brenda Alvord
Bill O'Malley
FENOC
Kenny Ferrell
Russ Kearney
Andy Kolarcik
FENOC
Darlene Kearney
FENOC
public