From:John White I CLTo:James BeallDate:10/15/02 5:10PMSubject:Discussion of assertions with PSEG

Jim: Previously, we contacted the alleger about referring the concerns that were brought to our attention last Friday. The individual had no concern about referral of these matters to the licensee. Subsequently, we (Randy Blough, David Vito, and I) called John Carlin, VP-Nuclear Reliability, to give PSEG a heads-up on the issues and concerns. Carlin was the most senior individual on-site at the time of our contact. No SGI was discussed, but we did describe the nature of the concerns as they involved various matters, including: (1) the number of personnel available; (2) training issues; (3) perceived chilled work environment; (4) equipment issues; and (5) command and control issues. We did not indicated where, when or how we received these concerns, but did indicate that there was potential media interest.. We indicated that we would provide more specific information in the referral that we expected to be issued by the end of this week. Carlin indicated that the issues would be immediately entered into the Employee Concerns Program for review and assessment; and that he would appraise Kaiser of the issues. Call if you have questions.

CC: A. Randolph Blough; David Vito; Greg Smith; James Linville; James Wiggins; John Rogge; Wayne Lanning