

SENSITIVE ALLEGATION MATERIAL

January 28, 2003

MEMO TO: David Hills, Chief, Mechanical Engineering Branch, DRS

FROM: M.A. Kock, Allegation Coordinator

SUBJECT: REVIEW OF OI REPORT 3-2002-004; AMS RIII-2002-A-0114 (Kewaunee)

During the security team's review of the subject OI report, the staff identified potential issues related to unqualified or uncertified contract welders performing structural welding in the control room air conditioning system and failure to report safety-related concerns. The security team requested that your staff review Exhibits 3-13 of the OI report to identify new safety issues. The security staff's review and recommendations are attached.

Action

- Please review Exhibits 3 through 13 of the attached OI report to identify new concerns and/or enforceable items. Please provide the concerns and your evaluation review plan on the ARB briefing sheet which is electronically available at r:/allegations. **The results of your review are due to OAC3 in a memo by February 11, 2003. I selected this date in order to meet the metric for holding the initial ARB.**

This briefing sheet should contain any background information related to the concern, the justification for our proposed actions, and regulatory basis for the each item. The briefing sheet should be provided in electronic form to OAC3.

- If there are any new concerns, please make a recommendation if the concerns should be added to the existing AMS file, or if a new allegation file should be opened and a new ARB should be held.
- If you determine that an Office of Investigations (OI) investigation is warranted, please coordinate with OI and Regional Counsel, as necessary. If the issue involves willfulness, please provide a draft Notice of Violation. If the issue involves discrimination for raising safety issues, please provide the information requested in Exhibit 3 to Management Directive 8.8 which is electronically available at r:/allegations.
- For issues you recommend referring to the licensee, please provide the questions you request that the licensee respond to in addressing the issue. For DNMS issues, please also provide the address and a licensee contact.
- If you determine that additional information is needed regarding the concerns, please contact the CI for this information prior to the Allegation Review Board. Please attach a copy of your record of conversation with the CI.

Attachment: As stated

cc w/o attachment:

C. Pederson, Director, DRS
AMS File No. RIII-02-A-0114

C-19

29