

**TENNESSEE VALLEY AUTHORITY**

CHATTANOOGA, TENNESSEE 37401

6N 38A Lookout Place

March 10, 1986

Mr. Nunzio J. Palladino, Chairman  
U.S. Nuclear Regulatory Commission  
Washington, D.C. 20555

Dear Mr. Palladino:

In the Matter of )  
Tennessee Valley Authority )

Docket Nos. 50-259  
50-260  
50-296  
50-327  
50-328  
50-390  
50-391  
50-438  
50-439

On January 7, 1986, it was agreed that I would evaluate the TVA nuclear power program problems and to lay out an action plan for my solutions. The enclosure is TVA's corporate action plan which is based upon an assessment of the problems. As a result of this effort, the root cause of TVA's nuclear program problems has been identified, and TVA has developed a plan to remedy these problems.

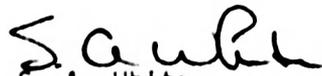
As indicated in my letter to Mr. Victor Stello dated February 4, 1986, this submittal revises our Corporate Nuclear Performance Plan (NPP), dated November 1, 1985. As such, this volume responds to enclosure 2 of Mr. Dircks' September 17, 1985 letter which requests information regarding TVA's corporate-level actions to correct problems in the management of TVA's nuclear activities. TVA has and will be submitting plans which address the NRC's plant-specific requests for information at a future date.

The revised Corporate NPP describes actions taken to strengthen our management, revise the organization responsible for implementing our nuclear power program, restore employee confidence in TVA's management, and implement various new programs and activities. These actions form the basis for both the short- and long-term recovery of TVA.

TVA will monitor the progress of implementation of the revised Corporate NPP and provide additional information to NRC staff as needed.

Very truly yours,

TENNESSEE VALLEY AUTHORITY



S. A. White  
Manager of Nuclear Power

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2025 3/50 Add: H. Denton 1 1  
James Taylor 1 1  
Vic Stello 1 1

Mr. Nunzio J. Palladino, Chairman

March 10, 1986

Sworn to and subscribed before me  
this 10<sup>th</sup> day of March, 1986.

Susan Chuter  
Notary Public

My Commission Expires 2/7/90

Enclosure

cc (Enclosure):

Commissioner Asselstine  
Commissioner Roberts  
Commissioner Bernthal  
Commissioner Zech  
U.S. Nuclear Regulatory Commission  
Washington, D.C. 20555

Mr. Victor Stello (40)  
Acting Executive Director of Operations  
U.S. Nuclear Regulatory Commission  
Washington, D.C. 20555

Mr. James Taylor, Director (5)  
Office of Inspection and Enforcement  
U.S. Nuclear Regulatory Commission  
Washington, D.C. 20555

U.S. Nuclear Regulatory Commission (5)  
Region II  
Attention: Dr. J. Nelson Grace, Regional Administrator  
101 Marietta Street, NW, Suite 2900  
Atlanta, Georgia 30323

Mr. Harold Denton (5)  
Director, Office of Nuclear Reactor Regulation  
U.S. Nuclear Regulatory Commission  
Washington, D.C. 20555