123 Main Street White Prans, New Write 1, 601 0146616040



July 12, 1989 IPN-89-041 IP3/PA025-89

Director, Office of Enforcement U.S. Nuclear Regulatory Commission ATTN: Document Control Desk Mail Station P1-137 Washington, D.C. 20555

Subject: Indian Point 3 Nuclear Power Plant Docket No. 50-286 Reply to Notice of Violation and Proposed Imposition of Civil Penalty Regarding NRC Inspection Reports Nos. 50-286/89-05 and 50-286/89-06

Reference: (1) Letter from Mr. William T. Russell to Mr. J. C. Brons, dated June 12, 1989 entitled, "Notice of Violation and Proposed Imposition of Civil Penalty (NRC Inspection Reports Nos. 50-286/89-05 and 50-286/89-06)

Dear Sir:

907190356 890712 DR ADOCK 0500028

Reference (1) transmitted the NRC's Notice of Violation (NOV) and Proposed Imposition of Civil Penalty regarding the Indian Point 3 (IP3) Security Program. As required by the NOV, Attachment I to this letter provides the Authority's "Reply to the Notice of Violation," and as stated in the NOV contains details of IP3's security program that have been determined to be exempt from public disclosure in accordance with 10 CFR 73.21 (Safeguards Information). Also enclosed is a check in the amount of twenty-five thousand dollars (\$25,000) in payment for the proposed civil penalty.

As brought out in your letter (Reference 1), prior performance in the security area has been good, as evidenced by Category 1 ratings in security during the last five SALP periods. The management structure and the senior security managers who achieved these results remain in place. The IP3 Resident Manager has met with the security managers and the security officers. These people individually and collectively acknowledge that their professional reputation has been diminished by the performance described in the NOV. The Authority reaffirms its commitment to the highest standards in the security area.

Nevertheless, the Authority is in agreement that improvements are needed in the security program at IP3 and

SAFECUARDS INFORMATION

10

WHEN SEPARATED FROM ENCLOSURES, HANDLE THIS DOCUMENT AS DECONTROLLED believes the efforts currently underway and planned as outlined in the Attachment responses to this letter demonstrate a prompt increase, improvement, and implementation of more effective management oversight and attention to the IP3 Security Program. The Authority believes this effort of increased management oversight assures that all personnel authorized access to the plant understand and adhere to security program requirements. In addition, the Authority will review the Security Plan and implement any changes deemed necessary to better accomplish the aforementioned goal.

Should you or your staff have any questions regarding this matter, please contact Mr. P. Kokolakis of my staff.

Very truly yours,

Brons

Executive Vice President Nuclear Generation

STATE OF NEW YORK COUNTY OF WESTCHESTER

Subscribed, and sworn to before me this 12 the day of July, 1989

Notary Public

MINA HOLE HOTARY PUBLIC, S.a. Westchester C No. 4829150 R Expires Aug. us. 1969

Attachment

cc: William T. Russell Regional Administrator U.S. Nuclear Regulatory Commission 475 Allendale Road King of Prussia, PA 19406

> Resident Inspector's Office Indian Point 3 U.S. Nuclear Regulatory Commission P.O. Box 337 Buchanan, NY 10511

Joseph D. Neighbors, Sr. Proj. Manager Project Directorate I-1 Division of Reactor Projects I/II U.S. Nuclear Regulatory Commission Mail Stop 14B2 Washington, D.C. 20555

## SAFEGUARDS INFORMATION

PHEN SEPARATED FROM ENCLOSURES, HANDLE THIS DOCUMENT AS DECONTROLLED