Docket Nos. 50-206, 50-361, 50-362

Southern California Edison Company P. O. Box 800 2244 Walnut Grove Avenue Rosemead, California 92770

Attention: Dr. L. T. Papay

Senior Vice President

Gentlemen:

This refers to a meeting held with you, Mr. K. P. Baskin, Mr. C. B. McCarthy, Jr., and other members of the SCE staff at the San Onofre site on June 27, 1989. The subjects discussed are summarized in the enclosed report. A copy of the meeting agenda is enclosed.

At this meeting, we discussed the actions being implemented by SCE to improve engineering and technical work and the effectiveness of quality oversight activities in support of San Onofre. In addition, we reviewed SCE efforts in reorganizing the nuclear engineering and quality assurance organizations, and relocating these organizations closer to the San Onofre site. We also discussed the SCE root cause investigation program and implementation of the Fitness for Duty Rule.

It appears that SCE has laid proper foundations for improvement in these areas. However, as discussed during our meeting, we view the lack of Quality Assurance supervisory presence in the plant spaces to be a significant shortcoming in assessing plant activities which tends to somewhat offset the effectiveness of your current initiatives. During the meeting, your newly appointed Quality Assurance Manager indicated that a primary goal of his near term efforts will be to emphasize activities which add value to the quality assurance process. I agree with the concept of "value added" as a means of assessing the effectiveness of quality assurance activities in an organization, and anticipate improvements over the next few months, particularly in the following areas:

- * The quality of in-house design activities and the turnover of plant modifications;
- * The findings of your nuclear quality oversight activities and the effective implementation of these findings into program improvements; and
- * The thoroughness and effectiveness of your root cause investigations and implementation of effective corrective actions.

We look forward to additional discussion on these matters with SCE during the remainder of the current SALP period.

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In accordance with 10 CFR 2.790(a), a copy of this letter and the enclosure will be placed in the NRC Public Document Room.

Should you have any questions concerning this letter or the issues addressed in the enclosed report, we will be pleased to discuss them with you.

Sincerely,

Original Signed

J. B. Martin Regional Administrator

Enclosures: Report Nos. 50-206/89-22, 50-361/89-22, and 50-362/89-22 2. Meeting Agenda cc w/Enclosures: D. J. Fogarty, Executive Vice President K. P. Baskin, Vice President C. B. McCarthy, Vice President (San Clemente) H. E. Morgan, Station Manager (San Clemente) State of California REGION V RZimmerman RHuey 7/26/89 7/23/89 /89 7/11/89 REQUEST COPY REQUEST COPY REQUEST COPY REQUEST COPY YES YES YES NO NO END TO PDR NO

bcc w/enclosures: Docket File Project Inspector Resident Inspector Greg Cook B. Faulkenberry J. Martin

bcc w/o enclosures: M. Smith LFMB

R. Nease, NRR