DEC 17 1987

Docket No. 50-255

Consumers Power Company Dr. F. W. Buckman Senior Vice President Energy Supply 212 West Michigan Avenue Jackson, MI 49201

Gentlemen:

This refers to the routine safety inspection conducted by Messrs. E. R. Swanson, N. R. Williamsen and R. C. Kazmar of this office during the period of November 3 through December 1, 1987, of activities at the Palisades Nuclear Generating Plant authorized by NRC Provisional Operating License No. DPR-20 and to the discussion of our findings with Mr. D. P. Hoffman and others of your staff at the conclusion of the inspection.

The enclosed copy of our inspection report identifies areas examined during the inspection. Within these areas, the inspection consisted of a selective examination of procedures and representative records, observations, and interviews with personnel.

During this inspection, certain of your activities appeared to be in violation of NRC requirements, as specified in the enclosed Notice. A written response is required.

In accordance with 10 CFR 2.790 of the Commission's regulations, a copy of this letter, the enclosures, and your response to this letter will be placed in the NRC Public Document Room.

The responses directed by this letter and the accompanying Notice are not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, PL 96-511.

We will gladly discuss any questions you have concerning this inspection.

Sincerely,

ORIGINAL SIGNED BY W. G. GULDEMOND

W. G. Guldemond, Chief Reactor Projects Branch 2

Enclosures:

1. Notice of Violation

Inspection Report No. 50-255/87029(DRP)

See Attached Distribution

UT Kazmar/jaw

Guldemond

IEOI ...

Distribution

cc w/enclosures:
Mr. Kenneth W. Berry, Director
Nuclear Licensing
David P. Hoffman, General Manager
DCD/DCB (RIDS)
Licensing Fee Management Branch
Resident Inspector, RIII
Ronald Callen, Michigan
Public Service Commission
Michigan Department of
Public Health
Nuclear Facilities and
Environmental Monitoring
Section
Thomas V. Wambach, LPM