



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION III
799 ROOSEVELT ROAD
GLEN ELLYN, ILLINOIS 60137

MAY 02 1991

Docket No. 50-255

Consumers Power Company
ATTN: Gerald B. Slade
General Manager
Palisades Nuclear Generating Plant
27780 Blue Star Memorial Highway
Covert, MI 49043

Gentlemen:

Thank you for your letters dated February 4 and April 9, 1991, in response to our December 27, 1990, letter concerning allegations of contractor failure to properly use procedures (review and sign off practices) due to supervisory instructions to the contrary, and contractor employee unwillingness to raise issues to their management due to fear of reprisal. These practices were alleged to be occurring at the Palisades plant (Allegation RIII-90-A-133).

In our letter, we requested that you investigate these matters and submit the results of your investigation to the NRC. Your response indicated that you found no evidence to support the allegations. Through our review and onsite inspection, we found your investigation to be sufficient to support your conclusions and have no additional questions regarding this matter. We request that you retain the supporting documentation for your investigation of this allegation for a minimum of one year from the date of this letter.

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

Your cooperation is appreciated.

Sincerely,

Edward G. Greenman, Director
Division of Reactor Projects

See Attached Distribution

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MAY 02 1991

Consumers Power Company

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Distribution

cc: David P. Hoffman, Vice President
Nuclear Operations
P. M. Donnelly, Safety and
Licensing Director
DCD/DCB (RIDS) ✓
OC/LFDCB
Resident Inspector, RIII
James R. Padgett, Michigan Public
Service Commission
Michigan Department of
Public Health
Palisades, LPM, NRR