Docket Nos. 50-272 50-311

Public Service Electric and Gas Company ATTN: Mr. Corbin A. McNeill, Jr. Vice President - Nuclear P. O. Box 236 Hancocks Bridge, New Jersey 08038

Gentlemen:

Subject: Inspection Report Nos. 50-272/87-08 and 50-311/87-09

This letter refers to the special inspection conducted by Mr. A. A. Varela of this office on April 7-10, 1987 at the Salem Nuclear Generating Station, Units 1 and 2. Mr. Varela discussed the findings of the inspection with Mr. Burricelli of your staff at the conclusion of the inspection.

Areas examined during this inspection are described in the NRC Region I Inspection Report which is enclosed with this letter. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector.

Based on the results of this inspection, it appears that certain of your activities were not conducted in full compliance with NRC requirements, as set forth in the Notice of Violation, enclosed herewith as Appendix A. These violations have been categorized by severity level in accordance with the "General Statement of Policy and Procedure for NRC Enforcement Actions," 10 CFR Part 2, Appendix C (Enforcement Policy). You are required to respond to this letter and in preparing your response, you should follow the instructions in Appendix A.

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.

Your cooperation with us in this matter is appreciated.

Sincerely,

William V. Johnston, Acting Director

Division of Reactor Safety

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Enclosures:

1. Appendix A, Notice of Violation

2. NRC Region I Inspection Report Nos. 50-272/87-08 and 50-311/87-09

cc w/encls:

J. M. Zupko, Jr., General Manager - Salem Operations

B. A. Preston, Manager, Licensing and Regulation

C. P. Johnson, Manager - Quality Assurance Nuclear Operations

General Manager - Nuclear Safety Review

M. J. Wetterhahn, Esquire

R. Fryling, Jr., Esquire

G. Bachi, NRR

Public Document Room (PDR)

Local Public Document Room (LPDR)

Nuclear Safety Information Center (NSIC)

NRC Resident Inspector

State of New Jersey

bcc w/encls:

Region I Docket Room (with concurrences)
Management Assistant, DRMA (w/o encl)
DRP Section Chief

Robert J. Bores, DRSS

RI:DRS

Or Varela/mk/rw

7/17/87

RI:DRS HGregg RI:DRS Strosnider

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