ENCLOSURE 1

NOTICE OF VIOLATION

Public Service Electric and Gas Company

Docket Nos: 50-272

Salem Nuclear Generating Station

50-311

Units 1 and 2

License Nos: DPR-70

DPR-75

During an NRC inspection conducted on April 27, 1997 to June 21, 1997, a violation of NRC requirements was identified. In accordance with the "General Statement of Policy and Procedure for NRC Enforcement Actions," NUREG-1600, the violation is listed below:

A. 10 CFR 50, Appendix B, Criterion XVI, "Corrective Action," requires, in part, that licensees shall promptly identify and correct conditions adverse to quality, and for significant conditions adverse to quality, the licensee shall also determine the cause, take action to preclude repetition, document the corrective action, and notify appropriate levels of management.

Contrary to the above, the Salem staff did not promptly identify, correct, determine the cause, notify appropriate levels of management, or initiate corrective action to preclude recurrence for the following conditions:

- 1. Operators failed to promptly identify, determine the cause, notify appropriate levels of management, or initiate corrective actions for recurrence of a significant condition adverse to quality consisting of discrepancies between the actual condition of valves and circuit breakers and the condition indicated in the Tagging Request and Inquiry System.
- 2. Maintenance technicians failed to complete all ultra-sonic examinations specified in a work order for degraded auxiliary feedwater alternate supply piping, or to insure proper disposition of an examination result that did not meet the acceptance criteria for wall thickness.

This is a Severity Level IV violation (Supplement 1).

B. 10 CFR 71.5 requires that each licensee who transports licensed material or delivers licensed material to a carrier for transport, shall comply with applicable DOT regulations in 49 CFR parts 170 through 189 appropriate to the mode of transport. 49 CFR 172.203(d)(11) requires that for a shipment of low specific activity material, the appropriate group notation of LSA-I, LSA-II, or LSA-III shall be indicated on the shipping papers.

Contrary to the above, since April 1, 1996 through June 9, 1997, the licensee has conducted multiple laundry shipments without specification of the LSA group indicated on the shipping papers.

This is a Severity Level IV violation (Supplement V).

Pursuant to the provisions of 10 CFR 2.201, Pubic Service Electric and Gas Company is hereby required to submit a written statement or explanation to the U.S. Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, D.C. 20555 with a copy to the Regional Administrator, Region I, and a copy to the NRC Resident Inspector at the facility that is the subject of this Notice, within 30 days of the date of the letter transmitting this Notice of Violation (Notice). This reply should be clearly marked as a "Reply to a Notice of Violation" and should include for each violation: (1) the reason for the violation, or, if contested, the basis for disputing the violation, (2) the corrective steps that have been taken and the results achieved, (3) the corrective steps that will be taken to avoid further violations, and (4) the date when full compliance will be achieved. Your response may reference or include previous docketed correspondence, if the correspondence adequately addresses the required response. If an adequate reply is not received within the time specified in this Notice, an order or a Demand for Information may be issued as to why the license should not be modified, suspended, or revoked, or why such other action as may be proper should not be taken. Where good cause is shown, consideration will be given to extending the response time.

Because your response will be placed in the NRC Public Document Room (PDR), to the extent possible, it should not include any personal privacy, proprietary, or safeguards information so that it can be placed in the PDR without redaction. If personal privacy or proprietary information is necessary to provide an acceptable response, then please provide a bracketed copy of your response that identifies the information that should be protected and a redacted copy of your response that deletes such information. If you request withholding of such material, you <u>must</u> specifically identify the portions of your response that you seek to have withheld and provide in detail the bases for your claim of withholding (e.g., explain why the disclosure of information will create an unwarranted invasion of personal privacy or provide the information required by 10 CFR 2.790(b) to support a request for withholding confidential commercial or financial information). If safeguards infotable response, please provide the level of protection described in 10 CFR 73.21.

Dated at King of Prussia, Pennsylvania this 1st day of July 1997