



PSEG

Public Service Electric and Gas Company P.O. Box 236 Hancocks Bridge, New Jersey 08038-0236

Nuclear Business Unit

JAN 19 1998

LR-N980025

United States Nuclear Regulatory Commission
Document Control Desk
Washington, DC 20555

**SUSTAINING CONTINUAL IMPROVEMENT
FOR SALEM GENERATING STATION UNIT 1 AND 2
DOCKET NOS. 50-272 & 50- 311
AND HOPE CREEK GENERATING STATION
DOCKET NO. 50-354**

Ladies and Gentlemen:

This letter provides the Commission with an overview of the steps Public Service Electric and Gas has and is taking to sustain continued improvement for the future. We understand the nature and scope of the challenges which lie ahead. We also appreciate the need to demonstrate measurable progress toward our long-term goal of operational excellence. In order to ensure continued progress, we are continually evaluating the effectiveness of our day-to-day performance and our improvement efforts. Where appropriate, we are refining and/or modifying our course of action.

This information is being provided to the Commission as a follow up to the briefing we provided in June 1997.

Should you have any questions concerning this letter, please contact me at (609) 339-1100.

Sincerely,

Harold W. Keiser
Executive Vice President
Nuclear Business Unit

Attachment

Handwritten initials: ADK/1

9801220330 980119
PDR ADOCK 05000272
P PDR



The power is in your hands.

JAN 19 1998

Document Control Desk
LR-N980025

2

C Mr. Hubert J. Miller, Administrator - Region I
U. S. Nuclear Regulatory Commission
475 Allendale Road
King of Prussia, PA 19406

Mr. Patrick Milano, Licensing Project Manager
U. S. Nuclear Regulatory Commission
One White Flint North
11555 Rockville Pike
Mail Stop 14E21
Rockville, MD 20852

Ms. Brenda Mozafari, Licensing Project Manager
U. S. Nuclear Regulatory Commission
One White Flint North
11555 Rockville Pike
Rockville, MD 20852

Ms. M. Evans (X24)
USNRC Senior Resident Inspector
Salem Generating Station

Mr. S. Morris (X24)
USNRC Senior Resident Inspector
Hope Creek Generating Station

Mr. K. Tosch, Manager, IV
Bureau of Nuclear Engineering
PO Box 415
Trenton, NJ 08625