

In Reply Refer To: RII:DEM 50-269/78-37 50-270/78-35 50-287/78-37

MATERIAL TRANSMITTED HEREWITH CONTAINS 7-75 STATES MATION NUCLEAR REGULATORY COMMISSION

REGION II 101 MARIETTA STREET, N.W. ATLANTA, GEORGIA 30303

JAN 19 1979

Duke Power Company
Attn: Mr. William O. Parker, Jr.
Vice President, Steam Production
P. O. Box 2178
422 South Church Street
Charlotte, North Carolina 28242

Gentlemen:

This refers to the inspection conducted by Mr. D. E. Moore of this office on December 20-22 and 27-28, 1978, of activities authorized by NRC Operating License Nos. DPR-33, DPR-47 and DPR-55 at Oconee 1, 2 and 3 and to the discussion of our findings held with Mr. J. E. Smith at the conclusion of the inspection.

The area examined during this inspection was your program for safe-guarding special nuclear material under the applicable provisions of 10 CFR 73, "Physical Protection of Plants and Materials," and specific requirements of the above licenses. Within this area, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel and observations by the inspectors.

We have examined actions you have taken with regard to previously identified enforcement matters. These are discussed in the enclosed inspection report.

During the inspection, it was found that certain activities under your license appear to be in noncompliance with NRC requirements. This item and references to pertinent requirements are listed in the Notice of Violation enclosed herewith as Appendix A. This notice is sent to you pursuant to the provisions of Section 2.201 of the NRC's "Rules of Practice." Part 2, Title 10, Code of Federal Regulations. Section 2.201 requires you to submit to this office, within 20 days of your receipt of this notice, a written statement or explanation in reply including: (1) corrective steps which have been taken by you and the results achieved; (2) corrective steps which will be taken to avoid further noncompliance; and (3) the date when full compliance will be achieved. Details of activities involving safeguards and security measures are exempt from disclosure in accordance with 10 CFR 2.790(d). Therefore, your response should be incorporated in a separate paper and referenced in your reply.

Duke Power Company

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JAN 19 1979

In accordance with Section 2.790(d) of the NRC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations, activities involving safeguards and security measures are exempt from public disclosure; therefore, the enclosures to this letter with the exception of the report cover page, which is an inspection summary, will not be placed in the Public Document Room.

Should you have any questions concerning this letter, we will be glad to discuss them with you.

Sincerely,

J. W. B. Kenna, Chief Safeguards Branch

Enclosures:

- Inspection Report Nos. 50-269/78-37, 50-270/78-35 and 50-287/78-37 (Exempt from Disclosure)
- Inspection Summary (Not Exempt)
- Appendix A, Notice of Violation (Exempt from Disclosure)

cc //encl:

Mr. J. E. Smith, Station Manager Oconee Nuclear Plant P. O. Box 1175 Seneca, South Carolina 29678