

October 19, 1989

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In Reply Refer To:
Dockets: 50-382/89-28
EA No. 89-192

Louisiana Power & Light Company
ATTN: Mr. J. G. Dewease, Senior Vice-President
Nuclear Operations
317 Baronne Street
New Orleans, Louisiana 70160

Gentlemen:

This refers to the inspection conducted by Mr. R. A. Caldwell of this office during the period September 11-15, with in-office records inspection until September 26, 1989, of activities authorized by NRC Operating License NPF-38 for Waterford Steam Electric Station, Unit 3, and to the discussion of our findings with members of your staff at the conclusion of the inspection.

The inspector reviewed certain areas of your physical security program. Within these areas, the inspection consisted of selective examination of procedures and representative records, interviews with personnel, and observations by the inspector. The areas inspected and the inspection findings are documented in the enclosed inspection report.

As discussed in paragraph 4.b of the inspection report, it was found during this inspection that certain of your activities were in violation of NRC requirements. This violation resulted from a failure to establish compensatory posts when dirt, which was piled in the isolation zones, obscured surveillance by the closed-circuit television cameras. Consequently, you are required to respond to this violation, in writing, in accordance with the provisions of Section 2.201 of the NRC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations. Your response should be based on the specifics contained in the Notice of Violation enclosed with this letter.

Other apparent violations, which are discussed in paragraph 3 of the inspection report, involve the control of Safeguards Information and are of concern to NRC. These apparent violations include the failures to properly control and store Safeguards Information. These apparent violations are not cited in the Notice of Violation enclosed with this letter. We will discuss your understanding of these apparent violations, the reason for their occurrence, and your corrective actions in a future enforcement conference.

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PDR ADOCK 05000382
G PNU

RIV:SEPS	C:SEPS	EO	D:DRSS	D:DRP
*RCaldwell	*DAPowers	*GSanborn	*ABBerch	*JLMilhoan
10/04/89	10/04/89	10/18/89	10/19/89	10/19/89
*Previously concurred.				

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As discussed in paragraph 4.f of the inspection report, two examples of licensee-identified inadequate compensatory measures are not being cited. Pursuant to the exercise of discretion afforded under Section V.G.1 of the NRC Enforcement Policy, no citation is being issued for these violations.

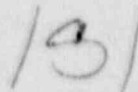
We have also examined actions you have taken with regard to previously identified inspection findings. The status of these items is identified in paragraph 2 of the enclosed report.

Four open items are identified in paragraph 4 of the enclosed inspection report.

The material enclosed herewith contains Safeguards Information as defined by 10 CFR Part 73.21 and its disclosure to unauthorized individuals is prohibited by Section 147 of the Atomic Energy Act of 1954, as amended. Therefore, the material 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 inspection, we will be pleased to discuss them with you.

Sincerely,



James L. Milhoan, Director
Division of Reactor Safety

Enclosures:

1. Appendix A - Notice of Violation
2. Appendix B - NRC Inspection Report
50-382/89-28

cc w/summary page only:

Louisiana Power & Light Company
ATTN: R. P. Barkhurst, Vice President
Nuclear Operations
P.O. Box B
Killona, Louisiana 70066

Louisiana Power & Light Company
ATTN: J. R. McGaha, Jr., Plant Manager
P.O. Box B
Killona, Louisiana 70066

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Louisiana Power & Light Company
ATTN: L. W. Laughlin, Site
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P.O. Box B
Killona, Louisiana 70066

Louisiana Power & Light Company
ATTN: G. M. Davis, Manager, Events
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P.O. Box B
Killona, Louisiana 70066

Monroe & Leman
ATTN: W. Malcolm Stevenson, Esq.
201 St. Charles Avenue, Suite 3300
New Orleans, Louisiana 70170-3300

Shaw, Pittman, Potts & Trowbridge
ATTN: Mr. E. Blake
2300 N Street, NW
Washington, D.C. 20037

U.S. Nuclear Regulatory Commission
ATTN: Resident Inspector
P.O. Box 822
Killona, Louisiana 70066

Middle South Services, Inc.
ATTN: Ralph T. Lally, Manager
of Quality Assurance
P.O. Box 61000
New Orleans, Louisiana 70161

Chairman
Louisiana Public Service Commission
One American Place, Suite 1630
Baton Rouge, Louisiana 70825-1697

Louisiana Power & Light Company
ATTN: R. F. Burski, Manager, Nuclear
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New Orleans, Louisiana 70112

U.S. Nuclear Regulatory Commission
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Arlington, Texas 76011

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Department of Environmental Quality
Office of Air Quality & Nuclear Energy
ATTN: William H. Spell, Administrator
Nuclear Energy Division
P.O. Box 14690
Baton Rouge, Louisiana 70898

President, Police Jury
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Hahnville, Louisiana 70057

Mr. William A. Cross
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3 Metro Center
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Bethesda, Maryland 20814

bcc copy of entire report:
RIV Security File
P. A. Starcher, RSGB/NRR
B. Beach, DRSS
Chief, RPB
Section Chief, SEPS
Security Inspector
SEPS File
G. F. Sanborn, EO
D. M. Crutchfield, NRR
J. Lieberman, Director, OE

bcc copy of letter and inspection summary only w/766:
DRP
Lisa Shea, RM/ALF
MIS
RIV File
Section Chief, DRP/A
RSTS Operator
Project Engineer, DRP/A

bcc copy of letter and inspection summary only w/out 766:
DMB IE-04
DRS
D. Wigginton, NRR Project Manager

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