

UNITED STATES NUCLEAR REGULATORY COMMISSION REGION II 101 MARIETTA ST., N.W., SUITE 3100 ATLANTA, GEORGIA 30303 JUN - 5 1980

In Reply Refer To: RII:WHM 50-327/80-17 50-328/80-10

> Tennessee Valley Authority ATTN: H. G. Parris Manager of Power 500A Chestnut Street Tower II Chattanooga, TN 37401

Gentlemen:

This refers to the inspection conducted by W. H. Miller, Jr., of this office on May 13-15, 1980 of activities authorized by NRC Operating License No. DPR-77 and Construction Permit No. CPPR-73 for the Sequoyah facility, and to the discussion of our findings held with G. G. Stack at the conclusion of the inspection and subsequent telephone discussion with J. B. Ballentine.

Areas examined during the inspection and our findings are discussed in the enclosed inspection report. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector.

We have examined actions you have taken with regard to previously identified enforcement matters and unresolved items. The status of these items is discussed in the enclosed report.

Within the scope of this inspection, no items of noncompliance were disclosed.

During the inspection it was found that certain activities under your license appear to deviate from commitments to the Commission and have safety significance. This item is identified in the Notice of Deviation enclosed herewith as Appendix A. Please provide us in writing within 20 days of your receipt of this letter your comments including a description of corrective actions that have been or will be taken, corrective actions which will be taken to avoid further deviations, and the date corrective actions were or will be completed.

In accordance with Section 2.790 of the NRC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations, a copy of this letter and the enclosed inspection report will be placed in the NRC's Public Document Room. If this report contains any information that you (or your contractor) believe to be proprietary, it is necessary that you make a written application within 20 days to this office to withhold such information from public disclosure. Any such application must include a full statement of the reasons on the basis of which it is cleimed that the information is proprietary, and should be prepared so that proprietary information identified in the application is contained in a separate part of the document. If we do not hear from you in this regard within the specified period, the report will be placed in the Public Document Room.

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Tennessee Valley Authority

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

Sincerely,

C. E. Murphy, Chief

Reactor Construction and Engineering Support Branch

Enclosures:

1. Appendix A, Notice of Deviation

 Inspection Report Nos. 50-327/80-17 and 50-328/80-10

cc w/encl: G. G. Stack, Project Manager P. O. Box 2000 Daisy, TN 37319

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