

UNITED STATES NUCLEAR REGULATORY COMMISSION REGION I 631 PARK AVENUE KING OF PRUSSIA, FC. N. YEVANIA 19406

OCT 8 1980

Docket Nos. 50-277 50-278

> Philadelphia Electric Company ATTN: Mr. S. L. Daltroff Vice President Electric Production 2301 Market Street Philadelphia, Pennsylvania 19101

Gentlemen:

Subject: Combined Inspections 50-277/80-24 and 50-278/80-18

This refers to the routine inspection conducted by Mr. C. Cowgill of this office on July 1-31, 1980, at Peach Bottom Atomic Power Station, Units 2 and 3, Delta, Pennsylvania, of activities authorized by NRC License Nos. DPR-44 and DPR-56 and to the discussions of our findings held by Mr. Cowgill with Mr. W. Ullrich of your staff at the conclusion of the inspection.

Areas examined during this inspection are described in the Office of Inspection and Enforcement Inspection Report which is enclosed with this letter. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector.

Based on the results of this inspection, it appears that certain of your activities were not conducted in full compliance with NRC requirements, as set forth in the Notice of Violation, enclosed herewith as Appendices A and B. These items of noncompliance have been categorized into the levels as described in our correspondence to you dated December 31, 1974. 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 twenty (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 items of noncompliance; and (3) the date when full compliance will be achieved.

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 be accompanied by an affidavit executed by the owner of the information, which itentifies the document or part sought to be withheld, and which contains a statement of reasons which addresses with specificity the items which will be considered by the Commission as listed in subparagraph (b) (4) of Section 2.790. The information sought to be withheld shall be incorporated as far as possible into a separate part of the affidavit. 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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Additionally, in accordance with Section 2.790(d) of the NRC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations, documentation of findings of your control and accounting procedures for safeguarding special nuclear materials and your facility security measures for physical protection are deemed to be commercial or financial information within the meaning of 10 CFR 9.5(a)(4) and shall be subject to disclosure only in accordance with the provisions of 10 CFR 9.12; therefore, the pertinent section of the enclosed inspection report and Appendix B, will not be placed in the Public Document Room and will receive limited distributic.

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

Sincerely,

Eldon J. Brunner, Chief Reactor Operations and Nuclear Support Branch

Enclosures:

- 1. Appendix A, Notice of Violation
- 2. Appendix B, Notice of Violation*
- Combined Office of Inspection and Enforcement Inspection Report Numbers 50-277/80-24 and 50-278/80-18*

cc:

- W. T. Ullrich, Station Superintendent (Without Appendix B and Page 15 of Report)*
- Troy B. Conner, Jr., Esquire (Without Appendix B and Report)*
- Eugene J. Bradley, Esquire (Without Appendix B and Report)*
- Ra,mond L. Hovis, Esquire (Without Appendix B and Report)*
- Michael J. Scibinico, II, Assistant Attorney General (Without Appendix B and Report)*

* Contains 2.790 Information