



**PUBLIC
SERVICE
INDIANA**

S. W. Shields
Senior Vice President -
Nuclear Division

October 30, 1980

Central files

NOV 10 11 10A
PUBLIC SERVICE

Mr. James G. Keppler, Director
U.S. Nuclear Regulatory Commission
Region III
799 Roosevelt Road
Glen Ellyn, IL 60137

Docket Nos.: STN 50-546
STN 50-547
Construction Permit Nos.: CPPR-170
CPPR-171

**SUBJECT: Marble Hill Nuclear Generating Station - Units 1 and 2
Order Confirming Suspension of Construction**

**REFERENCE: Letter dated May 15, 1980, entitled "Graduated Rescission of Order
Dated August 15, 1979"**

Dear Mr. Keppler:

This letter is submitted in response to Sections B.6 and E.2.b of Mr. Victor S.ello's letter of May 15, 1980, identified as "Graduated Rescission of Order Dated August 15, 1979."

Public Service Company of Indiana, Inc. (PSI) has accomplished those activities identified as items B.5 and B.6 in the Appendix of the above referenced letter relative to the prerequisites for commencing receipt inspection by Newberg-Marble Hill (N-MH).

Specifically, PSI has:

1. Required N-MH to adjust as necessary its Quality Assurance program, procedures and implementation thereof, personnel staffing levels and personnel qualifications as those items relate to receipt inspection activities.
2. Reviewed and approved the Quality Assurance program of N-MH and performed comprehensive audits of that program.

PSI has additionally accomplished those activities relative to the prerequisite for resumption of civil/structural construction by Newberg-Marble Hill (N-MH), mechanical and piping construction by Cherne Contracting Corporation (CCC) and electrical construction by Commonwealth-Lord JV (C-LJV).

OCT 31 1980

Mr. James J. Keppler

October 30, 1980

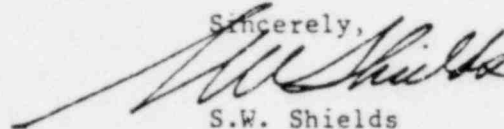
Specifically, PSI has:

1. Required N-MH, C-LJV and CCC to adjust, as necessary, their Quality Assurance programs, procedures, and personnel staffing levels to be consistent with PQAM, AQAM, and associated PSI program requirements for their respective disciplines.
2. Reviewed and approved the Quality Assurance programs of N-MH, C-LJV and CCC and conducted comprehensive audits of those programs.

PSI has now completed those items identified in the Appendix of the reference letter which are prerequisite to the resumption of construction of Marble Hill Units 1 and 2.

PSI hereby requests the NRC to perform evaluations of those activities identified in items B.7, C.3, D.3, E.1, and E.3 of the Appendix of the reference letter. Based on NRC acceptance the foregoing activities, PSI will request the Director of Inspection and Enforcement to lift the "Order Confirming Suspension of Construction" dated August 15, 1979.

Sincerely,



S.W. Shields

MJ/so

cc: E.R. Schweibinz
J.J. Harrison