Bechtel Power Corporation Ann Arbor Power Division Docket No. 99900501/81-01

NOTICE OF NONCONFORMANCE

Based on the results of an NRC inspection conducted on March 31 - April 3, 1981, it appears that certain of your activities were not conducted in accordance with NRC requirements.

Criterion V of Appendix B to 10 CFR Part 50 states:

"Activities affecting quality shall be prescribed by documented instructions, procedures, or drawings, of a type appropriate to the circumstances and shall be accomplished in accordance with these instructions, procedures, and drawings. Instructions, procedures, or drawings shall include appropriate quantitative or qualitative acceptance criteria for determining that important activities have been satisfactorily accomplished."

Identified nonconformances are:

Bechtel Engineering Department Procedure EDP 5.13 entitled, "Control Logs," lists in Exhibit A that Logs such as drawings, DCN's, and Specifications, will be updated and issued on a monthly basis by Project Administration on the Midland Project.

Contrary to the above, the Drawing Control Log and Materials Requisition/Spec. Log (CEBUS) have not been updated and issued on a monthly basis. Specifically, these logs were not updated and issued for the month of February.