

PDR



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION I
631 PARK AVENUE
KING OF PRUSSIA, PENNSYLVANIA 19406

MAY 13 1981

Public Service Electric & Gas Company
ATTN: Mr. T. J. Martin
Vice President
Engineering and Construction
80 Park Plaza 17C
Newark, New Jersey 07101

Gentlemen:

Subject: Combined Inspection 50-354/81-04 and 50-355/81-04

This refers to the routine safety inspection conducted by W. H. Bateman of this office on March 2 - April 5, 1981 at Hope Creek Generating Station, Units 1 and 2, Hancock's Bridge, New Jersey of activities authorized by NRC License Nos. CPPR-120 and CPPR-121 and to the discussions of our findings held by Mr. Bateman with Mr. A. E. Giardino 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 Appendix A. These items of noncompliance have been categorized into the levels described in the Federal Register Notice (45 FR66754) dated October 7, 1980. You are required to respond to this letter within 25 days and in preparing your response, you should follow the instructions in Appendix A.

In accordance with Section 2.790 of the NRC's of Practice," Part 2, Title 10, Code of Federal Regulations, a copy of this letter and the enclosures 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 identifies the document or part sought to be withheld, and which contains a statement of reasons

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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.

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

Sincerely,



R. R. Keimig, Chief
Projects Branch No. 2
Division of Resident and Project
Inspection

Enclosures:

1. Appendix A, Notice of Violation
2. Combined Office of Inspection and Enforcement Inspection
Report Numbers 50-354/81-04 and 50-355/81-04

cc w/encls:

J. Boettger, General Manager, Corporate QA