

## SAFEGUARDS ESTOFORNIATION

NUCLEAR REGULATORY COMMISSION

REGION III
799 ROOSEVELT ROAD
GLEN ELLYN, ILLINOIS 60137

DEC 1 7 1990

Docket No. 50-255

Consumers Power Company ATTN: David P. Hoffman Vice President Nuclear Operations 1945 West Parnall Road Jackson, MI 49201

Gentlemen:

This refers to the routine safeguards inspection conducted by Mr. J. R. Kniceley of this office on November 27-30, 1990, of activities at the Palisades Nuclear Power Plant authorized by NRC Operating License No. DPR-20 and to the discussion of our findings with Mr. T. Palmisano and other members of your staff at the conclusion of the inspection.

The enclosed copy of our inspection report identifies areas examined during the inspection. Within these areas, the inspection consisted of a selective examination of procedures and representative records, observations, and interviews with personnel.

During this inspection, certain of your activities appeared to be in violation of NRC requirements, as specified in the enclosed Notice. A written response is required.

Areas examined during this inspection concern a subject matter which is exempt from disclosure according to Part 73, Title 10, Code of Federal Regulations, Section 73.21(c)(2). This information must be handled and protected in accordance with the provisions of 10 CFR 73.21. Consequently, the enclosure to this letter, our report of the inspection, and your response to the violation identified in the enclosure to this letter will not be placed in the NRC Public Document Room. Therefore, your statement of corrective action regarding the violation identified in the enclosure should be submitted as a separate enclosure to your transmittal letter in the manner prescribed.

The responses directed by this letter and the accompanying Notice are not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, PL 96-511.

SAFECHARDS INFORMATION

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Consumers Power Company

We will gladly discuss any questions you have concerning this inspection.

Sincerely,

L. Robert Greger, Chief Reactor Projects Branch

Enclosures:

1. Notice of Violation

2. Inspection Report
No. 50-255/90037(DRSS)
(SAFEGUARDS INFORMATION)

cc w/enclosures: Mr. D. VandeWalle, Director Nuclear Licensing Gerald B. Slade, General Manager NRR/DRIS/SGB NRR/DRIS/SIB NRR/DLPQ/PEB

cc w/enclosures, w/o
SAFEGUARDS INFORMATION:
DCD/DCB (RIDS)
OC/LFDCB
Resident Inspector, RIII
James R. Padgett, Michigan Public
Service Commission
Michigan Department of
Public Health
Palisades, LPM, NRR

Enclosure Contains SAFEGUARDS INFORMATION Upon Separation This Page Is Decontrolled