Docket Nos. 50-369, 50-370 License Nos. NPF-9, NPF-17

Duke Power Company
ATTN: Mr. T. C. McMeekin
Vice President
McGuire Site
12700 Hagers Ferry Road
Huntersville, NC 28078-8985

Gentlemen:

SUBJECT: SYSTEMATIC ASSESSMENT OF LICENSEE PERFORMANCE

(NRC INSPECTION REPORT NOS. 50-369/94-01 AND 50-370/94-01)

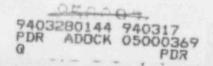
The NRC Systematic Assessment of Licensee Performance (SALP) has been completed for your McGuire facility. The facility was evaluated for the period August 2, 1992 through February 5, 1994. The results of the evaluation are documented in the enclosed SALP Report which will be discussed with you at a public meeting to be held at the McGuire facility on March 29, 1994 at 10:00 a.m.

The performance of your McGuire facility was evaluated in the functional areas of Plant Operations, Maintenance, Engineering, and Plant Support in accordance with the revised SALP process implemented by the Nuclear Regulatory Commission on July 19, 1993.

The assessment indicates a decline in performance in a number of areas which is of concern. The narrative indicates a decline in performance in maintenance, engineering and plant support which is reflected in the rating assigned to these areas. Your performance in the maintenance area declined from good to acceptable, and chronic problems related to procedure adequacy and implementation continued from the previous assessment period. The assessment ascribed several plant events and equipment malfunctions to deficient maintenance activities. Further, the narrative contains, in several functional areas, the common thread of declining performance in self-assessment and quality verification.

Increased management attention is needed to prevent further decline in maintenance activities and improvements are needed in self-assessment efforts and corrective action programs to effect broad-based improvement in station performance.

Please provide a written response within 30 days to address the weaknesses identified in the runctional area of Maintenance. In addition, please be prepared to discuss performance and planned corrective actions in this functional area at the SALP meeting of March 29, 1994.



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In accordance with Section 2.790 of the NRC's "Rules of Practice," a copy of this letter and its enclosure will be placed in the NRC Public Document Room.

Sincerely,

Ory signed by Stewart Ebneter

Stewart D. Ebneter Regional Administrator

Enclosure: SALP Report

cc w/encl: R. O. Sharpe Compliance Duke Power Company 12700 Hagers Ferry Road Huntersville, NC 28078-8985

G. A. Copp Licensing - ECO50 Duke Power Company P. O. Box 1006 Charlotte, NC 28201-1006

cc w/encl: See page 3

cc w/encl: Continued A. V. Carr, Esq. 422 South Church Street Charlotte, NC 28242-0001

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Mr. John C. Heard, Jr. Chief, Tech. Hazards Branch Federal Emgcy. Mgmt. Agency Suite 706A 1371 Peachtree Street, N. E. Atlanta, Georgia 30309

INPO 700 Galleria Parkway Atlanta, Georgia 30339 bcc w/encl: The Chairman Commissioner K. C. Rogers Commissioner F. J. Remick Commissioner E. G. de Planque J. M. Taylor, EDO J. L. Milhoan, EDO L. R. Plisco, Regional Coordinator, EDO W. T. Russell, NRR S. Varga, NRR V. Nerses, NRR C. F. Holden, SALP Coordinator, NRR Regional Administrators, RI, RIII RIV, and RV K. Clark, RII, PAO M. S. Lesser, DRP, RII R. L. Watkins, DRP, RII S. Vias, Chief, TSS (2 copies) NRC Resident Inspector DRS and DRSS Branch Chiefs, and Section Chiefs Document Control Desk

NRC Resident Inspector U.S. Nuclear Regulatory Commission 12700 Hagers Ferry Road Huntersville, NC 28078-8985

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* (SEE PREVIOUS CONCULRENCE)

J. L. Milhoan

bcc w/encl: The Chairman

Commissioner K. C. Rogers Commissioner F. J. Remick

Commissioner E. G. de Planque

J. M. Taylor, EDO H. L. Thompson, Jr., EDO

L. R. Plisco, Regional Coordinator, EDO

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S. Varga, NRR

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NRC Resident Inspector

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