



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

J. Taylor
Bill
53-137

MAR 18 1986

Docket No. 50-410
Construction Permit No. CPPR-112

EA No. 83-137

Niagara Mohawk Power Corporation
ATTN: Mr. William Donlon
President
300 Erie Boulevard West
Syracuse, New York 13202

Gentlemen:

Subject: Completion of Requirements of Order

On March 20, 1984, the Director, IE issued an Order (Enclosure 4 to Enforcement Action (EA) 83-137) directing you to take certain actions to confirm the adequacy of the construction work at Nine Mile Point Unit 2 and assess the management of that effort. Specifically, of the Order required: (a) a review of NRC and licensee identified deficiencies, their causes, and your corrective actions to ascertain the adequacy of the corrective actions; (b) development and submittal of a listing of performance indicators to measure future performance; and (c) performance of an independent appraisal of the management organization. In my letter dated March 15, 1985, the NRC deferred for one year the requirement for an independent appraisal of the management organization at Unit 2. The deferral was based, in part, on the effectiveness of the Management organization in place at the time.

On March 29, 1985, your consultant issued their report of their appraisal conducted to satisfy the requirements of Sections IV.A and IV.B of the Order. We have reviewed your response to that appraisal, and based on this review and on our continued monitoring of your Quality Performance Management Plan, we have determined that the terms of Sections IV.A and IV.B of the Order have been completed. While we have not yet completed our review of the implementation of all corrective actions, we have gained sufficient confidence in your management control programs to conclude that the appraisal required by Section IV.C of the Order is no longer warranted. We base this decision on our observations of Unit 1 organization performance; our interaction with your Unit 2 transition team, and ongoing reviews of your preoperational and readiness for operation activities.

Therefore, in accordance with Section IV.D of the Order, I hereby terminate the requirement set forth in Section IV.C of the Order. Since all other terms of

CB

William Donlon, President
Niagara Mohawk Power Corporation

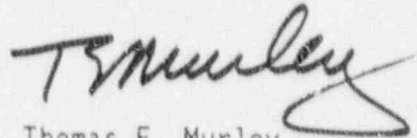
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the Order have been satisfactorily completed no further actions are needed in response to the Order.

No reply to this letter is necessary. Thank you for your cooperation in this matter.

Sincerely,



Thomas E. Murley
Regional Administrator

cc:

J. G. Haehl, Jr., Chairman of the Board, Niagara Mohawk Power Corporation
B. G. Hooten, Executive Director, Nuclear Operations
C. V. Mangan, Senior Vice President
T. E. Lempges, Vice President, Nuclear Engineering
D. L. Quamme, Project Director, NMP-2
J. Perry, Vice President of Quality Assurance
C. Beckham, Manager, QA Projects, NMP2
Troy B. Conner, Jr., Esquire
John W. Keib, Esquire