Docket No. 50-255 License No. DPR-20 EA No. 94-059

Consumers Power Company
ATTN: Tom Palmisano
General Manager
Palisades Nuclear Generating Plant
27780 Blue Star Memorial Highway
Covert, MI 49043-9530

Dear Mr. Palmisano:

SUBJECT: PALISADES ENFORCEMENT CONFERENCE

This refers to an Enforcement Conference conducted by Mr. W. L. Axelson and other members of the NRC Region III Staff on June 9, 1994, concerning activities at the Palisades Nuclear Power Plant facility, authorized by NRC License No. DPR-20, and to the discussion of our findings with Mr. R. A. Fenech and other members of his staff. Discussions of related findings associated with your Big Rock Plant, authorized by NRC License No. DPR-6, were also addressed.

Licensee representatives appeared to have thorough knowledge of the issues referenced in this report. It was evident that the licensee's staff took very seriously the licensee identified deficiencies relating to the protection of Safeguards Information that was maintained on computer processing systems. Your root cause analysis showed insight and corrective actions appeared to be comprehensive. Your corrective measures should result in positive improvements not only to your Safeguards Information program but also to your site security program in general.

You will be notified by separate correspondence of our decision regarding enforcement action based on the information presented and discussed at the enforcement conference.

In accordance with 10 CFR 2.790 of the Commission's regulations, a copy of this letter and enclosed inspection report will be placed in the NRC Public Document Room.

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We will gladly discuss any questions you have concerning this Enforcement Conference.

Sincerely,

Original Signed by Roy J. Caniano

W. L. Axelson, Director Division of Radiation Safety and Safeguards

Enclosures:

 Enforcement Conference Report No. 50-255/94010(DRSS)
 Appendix A, Licensee Presentation

Material (10 pages)

cc w/enclosures: Robert A. Fenech, Vice President, Nuclear Operations David W. Rogers, Safety and Licensing Director OC/LFDCB Resident Inspector, RIII James R. Padgett, Michigan Public Service Commission Michigan Department of Public Health R. L. Mol, Asst. Attorney General (MI) Palisades, LPM, NRR SRI, Big Rock Point G. E. Grant, RIII S. Stein, SRS

bcc w/enclosures: J. Lieberman, OE J. Goldberg, OGC L. Reyes, NRR PUBLIC IEO6

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Axelson,