SAFEGUARDS INFORMATION

AUG 2 1 1984

Tennessee Valley Authority
ATTN: Mr. H. G. Parris
Manager of Power and Engineering
500A Chestnut Street Tower II
Chattanooga, TN 37401

Gentlemen:

SUBJECT: REPORT NOS. 50-327/84-19 AND 50-328/84-20

On July 22-26, 1984, NRC inspected activities authorized by NRC Operating License Nos. DPR-77 and DPR-79 for your Sequoyah facility. At the conclusion of the inspection, the findings were discussed with those members of your staff identified in the enclosed inspection report.

Areas examined during the inspection are identified in the report. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observation of activities in progress.

The inspection findings indicate that certain activities violated NRC requirements. The violations, references to pertinent requirements, and elements to be included in your response are presented in the enclosed Notice of Violation.

In addition to the need for corrective action regarding the specific matters identified in the enclosed Notice, we are concerned about your past response concerning the failure of controlling protected area badges. It appears that the corrective steps which have been taken and results achieved; corrective steps which will be taken to avoid further violations and date when full compliance was achieved, as indicated in your May 1, 1984, response to violation 50-327/84-09-01 and 50-328/84-09-01, did not correct the problem. See paragraph 2 in report details.

In accordance with 10 CFR 2.790(d) and 10 CFR 73.21, safeguards activities and security measures are exempt from public disclosure; therefore, the enclosures to this letter, with the exception of the report cover page which presents a nonexempt summary, will \underline{not} be placed in NRC's Public Document Room.

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

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Tennessee Valley Authority

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Should you have any questions concerning this letter, please contact us.

Sincerely,

Richard C. Lewis, Director Division of Reactor Projects

Enclosures:

1. Notice of Violation

(Safeguards Information)

 Inspection Report Nos. 50-327/84-19 and 50-323/84-20 (Safeguards Information)

cc w/encls:

T. G. Campbell, Sequoyah Nuclear Plant Site Director

P. R. Wallace, Plant Manager J. W. Anderson, Manager

Office of Quality Assurance

H. N. Culver, Chief, Nuclear Safety Staff

D. L. Williams, Jr., Supervisor Licensing Section

J. E. Wills, Project Engineer

bcc w/encls: IE File NMSS/SGPL NRR/DL/SSPB

bcc w/Inspection Summary: Document Control Desk, 016 NRC Resident Inspector State of Tennessee

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SAFEGUARDS INFORMATION