

Carolina Power & Light Company 50 P3:02

SERIAL: NLS-84-313

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Mr. James P. O'Reilly, Regional Administrator United States Nuclear Regulatory Commission Suite 2900 101 Marietta Street, NW Atlanta, GA 30303

BRUNSWICK STEAM ELECTRIC PLANT, UNIT NOS. 1 AND 2 DOCKET NOS. 50-325 & 50-324/LICENSE NOS. DPR-71 & DPR-62 SUPPLEMENTAL RESPONSE TO IE BULLETIN NO. 83-07

Dear Mr. O'Reilly:

SUMMARY

By letter dated March 23, 1984 (Serial No. NLS-84-130), Carolina Power & Light Company (CP&L) responded to IE Bulletin No. 83-07, "Apparently Fraudulent Products Sold by Ray Miller, Inc."; Supplement 1, dated October 26, 1983; and Supplement 2, dated December 9, 1983. In this letter, CP& committed to investigate Brown & Root procurement to determine if Ray Miller material was supplied indirectly to Brunswick and report the results of this investigation by August 1, 1984.

DISCUSSION

A listing, by vendor, of Brown & Root purchase orders and subcontractors was compiled. This listing was used to determine if Brown & Root purchased material from the Ray Miller customers listed in IEB 83-07. The following three companies were identified as possible sources of apparently fraudulent material:

- 1. Huntington Alloys, Inc., Huntington, WV (Seven Purchase Orders)
- 2. Richmond Engineering, Co., Richmond, VA (Four Purchase Orders)
- 3. R. G. Laurence Co., Tenafly, NJ (One Purchase Order)

Each purchase order to these companies was reviewed to determine if the specific materials in question were received at Brunswick. The following is a summary of this review.

1. Huntington Alloys purchased suspect pipe and tube, 1" in diameter or less, from Ray Miller. Brown & Root purchase orders to Huntington Alloys are for welding electrode; no tube or pipe of any size was purchased.

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- 2. Richmond Engineering purchased suspect fittings above 2" up to and including 4" from Ray Miller. Brown & Root purchased fabricated pipe spools and miscellaneous fittings (all carbon steel) for the circulating water system from Richmond Engineering. The material was received by mid-1972; no stainless steel was purchased, therefore the suspect material sold to Richmond Engineering was not received at Brunswick.
- 3. R. G. Laurence purchased fittings 1" in diameter or less, fittings greater than 2" in diameter, and pipe greater than 4" in diameter from Ray Miller. Brown & Root purchased two solenoid valves (1/2") with 3" pipe nipples from R. G. Laurence. The construction of these items does not include any of the suspect materials.

CONCLUSION

A total of twelve Brown & Root purchase orders were issued to three companies listed in IEB 83-07. A review of procurement documents for the twelve purchase orders has determined that no suspect material has been received at Brunswick.

Should you have any questions concerning this matter, please contact Mr. Sherwood R. Zimmerman at (919) 836-6242.

Yours very truly,

A. B. Cutter - Vice President Nuclear Engineering & Licensing

MAT/ccc (337MAT)

cc: Mr. D. O. Myers (NRC-BSEP) Mr. J. P. O'Reilly (NRC-RII) Mr. M. Grotenhuis (NRC)

A. B. Cutter, having been first duly sworn, did depose and say that the information contained herein is true and correct to the best of his information, knowledge and belief; and the sources of his information are officers, employees, contractors, and agents of Carolina Power & Light Company.

My commission expires: 5/18/88

Notary (Seal Dandal RAND TE COUNTY