SAFEGUARDS INFORMATION MAY 0 7 1992 Docket Nos. 50 369, 50-370 License Nos. NPF-9, NPF-17 Duke Power Company ATTN: Mr. T. C. McMeekin SAFEGUARDS INFORMATION REMOVED Vice President McGuire Site 12700 Hagers Ferry Road Huntersville, NC 28078-8985 Gentlemen: SUBJECT: NOTICE OF VIOLATION (NRC INSPECTION REPORT NOS. 50-369/92-12 AND 50-370/92-12) This refers to the inspection conducted by D. Thompson of this office on April 6-10, 1992. The inspection included a review of activities authorized for your McGuire facility. At the conclusion of the inspection, the findings were discussed with

those members of your staff identified in the 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.

Based on the results of this inspection, certain of your activities appeared to be in violation of NRC requirements, as specified in the enclosed Notice of Violation (Notice). The violation is of concern because there were two events where security officers did not remain alert while maintaining compensatory measures for a degraded security system. Further, although a non-cited violation, we are concerned that access control events are starting to occur, particularly, the event where two security officers failed to detect a mis-issued badge.

In addition, as noted above, the enclosed Inspection Report identifies activities that violated NRC requirements that will not be subject to enforcement action because the licensee's efforts in identifying and/or correcting the violation meet the criteria specified in Section VII.B. of the Enforcement Policy. This non-cited violation involved six minor access control events.

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Although Section 2.201 requires you to submit to this office, within 20 days of your receipt of this Notice, a written statement of explanation, we note that this violation had been corrected and those actions were reviewed during this inspection. Therefore, no response with respect to this matter is required.

The material enclosed herewith contains Safeguards Information as defined by 10 CFR Part 73.21 and its disclosure to unauthorized individuals is prohibited by Section 147 of the Atomic Energy Act of 1954, as amended. Therefore, the material will not be placed in the Public Document Room.

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

Sincerely,

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Douglas M. Collins, Chief Nuclear Materials Safety and Safeguards Branch Division of Radiation Safety and Safeguards

Enclosures:

 Notice of Violation (Safeguards Information)

2. NRC Inspection Report (Safeguards Information)

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

R. L. Gill Nuclear Production Department Duke Power Company P. O. Box 1007 Charlotte, NC 28: 2-1007

cc w/Inspection Summary: A. V. Carr, Esq. Duke Power Company 422 South Church Street Charlotte, NC 28242-000-1

cc w/Inspection Summary: (Cont'd on page 3)

Duke Power Company

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(cc w/Inspection Summary: cont'd) J. Michael McGarry, III, Esq. Winston and Strawn 1400 L Street, NW Washington, D. C. 20005

Dayne H. Brown, Director Division of Radiation Protect. N. C. Department of Environment, Health & Natural Resources P. O. Box 27687 Raleigh, NC 27611-7687

County Manager Mecklenburg County 720 East Fourth Street Charlotte, NC 38202

Frank Modrak, Froject Manager Mid-South Area ESSD Project Westinghouse Electric Corporation MNC West Tower - Bay 239 P. C. Box 355 Pittsburgh, PA 15230

Dr. John M. Barry Department of Environmental Health Mecklenburg County 1200 Blythe Boulevard Charlotte, NC 28203

Karen E. Long Assistant Attorney General N. C. Department of Justice P. O. Box 628 Raleigh, NC 27602

bcc w/encls: NRR/DRIS/SB

bcc w/Incleation Summary:
R. E. Martin, NRR
G. A. Belisle, RII
W. H. Miller, RII
S. Ninh, RII

bcc w/Inspection Summary: (Cont'd on page 4)

SAFEGUARDS INFORMATION

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(bcc w/Inspection Summary: cont'd) NRC Resident Inspector U.S. Nuclear Regulatory Comm. 12700 Hagers Ferry Road Huntersville, NC 28078-8985

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