Docket No. 50-266 Docket No. 50-301

Wisconsin Electric Power Company ATTN: Mr. Robert E. Link Vice President Nuclear Power 231 West Michigan Street - P379 Milwaukee, WI 53201

Dear Mr. Link:

This refers to the inspection conducted by Messrs. J. F. Smith and A. Dunlop of this office and Mrs. P. L. Campbell of the Office of Nuclear Rea or Regulation on April 20 through 24, and May 27, 1992. The inspection included a review of activities for your Point Beach Nuclear Plant, Units 1 and 2. At the conclusion of the inspection, the findings were discussed with those members of your staff identified in the enclosed report.

The areas examined during the inspection are identified in the report. These areas consisted primarily of a review of the Point Beach program for inservice testing of pumps and valves established in response to Generic Letter (GL) 89-04. Within this area, the inspection consisted of a selective examination of procedures and representative records, observations, and interviews with personnel.

Based on the results of this inspection, we noted that certain of your activities were in violation of NRC requirements or had deviated from your commitments to NRC requirements, as spe fied in the enclosed Notices. The violations are of concern because (1) each of them could have resulted in the continued use of a pump or valve beyond the point at which it could perform its design basis function and, (2) each of them could also have resulted in conditions exceeding the time allowed in a Limiting Condition for Operation (LCO).

You are required to respond to this letter and should follow the instructions specified in the enclosed Notices when preparing your response. In your response, you should document the specific actions taken and any additional actions you plan to prevent recurrence. After reviewing your response to these Notices, including your proposed corrective actions and the results of future inspections, the NRC will determine whether further NRC enforcement action is necessary to ensure compliance with NRC regulatory requirements.

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In addition, there were several issues identified that do not appear to be in accordance with ASME Code, Section XI, and are considered to be part of an unresolved item. You are requested to respond to these issues identified in the report with your evaluation of each issue and if applicable, your intended corrective actions.

In accordance with 10 CFR 2.790 of Commission's regulations, a copy of this letter, the enclosures, and your response to this letter will be placed in the NRC Public Document Room.

The responses directed by this letter and the accompanying Notice are not sub' t to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, PL 96-511.

We will gladly discuss any questions you have concerning this inspection.

Sincerely,

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H. J. Miller, Director Division of Reactor Safety

## Enclosures:

- 1. Notice of Violation
- Notice of Deviation
- Inspection Reports No. 50-266/92008(DRS);

No. 50-301/92008(DRS)

See Attached Distribution

RITI Jackiw 05/17/92 05/20/92 05/28/92

RIII RYY Gardner RIII Martin RILL

## Distribution

cc w/enclosures:
G. J. Maxfield, Plant Manager
DCD/DCB (RIDS)
OC/LFDCB
Resident Inspector, RIII
Virgil Kanable, Chief
Boiler Section
Charles Thompson, Chairman
Wisconsin Public Service
Commission
Robert M. Thompson, WI Div.

Robert M. Thompson, WI Div. of Emergency Govt.

W. Hodges, RI

A. Gibson, RII

S. Collins, RIV

R. Zimmerman, RV

J. Norberg, NRR

T. Scarbrough, NRR

P. Campbell, NRR