

MAR 04 1985

Docket No. 50-352

Philadelphia Electric Company
ATTN: Mr. S. L. Daltroff
Vice President, Electric Production
2301 Market Street
Philadelphia, PA 19101

Gentlemen:

Subject: Inspection No. 50-352/85-12

This refers to the routine safeguards inspection conducted by Mr. R. J. Bailey of this office on February 4-8, 1985, at the Limerick Generating Station, Limerick, Pennsylvania, of activities authorized by NRC License No. NPF-27 and to the discussions of our findings held by Mr. Bailey with members of Philadelphia Electric Company's corporate and plant staff at the conclusion of the inspection on February 8, 1985. This also refers to a meeting, convened at our request, on February 13, 1985 in the Region I office to discuss the findings of this inspection. That meeting was attended by Mr. V. Boyer, Senior Vice President, Nuclear, and other members of Philadelphia Electric Company's staff and by myself and other members of the Region I staff.

Areas examined during this inspection are described in the NRC Region I Inspection Report which is enclosed with this letter. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector. Our inspector also verified your actions relative to our Confirmatory Action Letter (CAL No. 84-24) of November 9, 1984 and the steps you took to correct the violation brought to your attention in our letter of January 21, 1985. We have no further questions regarding these matters at this time.

Based on the results of this inspection, it appears that certain of your activities were not conducted in accordance with your NRC approved Physical Security Plan and Security Contingency Plan and, therefore, are in apparent violation of NRC requirements. Those activities are discussed in the enclosed inspection report. Due to the number and nature of these apparent violations, we have scheduled an Enforcement Conference with you on March 11, 1985 at 2:00 p.m., in our King of Prussia, Pennsylvania, office. At that conference you should be prepared to discuss your evaluation of the root causes of the violations and provide corrective steps which have been initiated or will be initiated to prevent recurrence. After the conference, we will inform you in writing of our decisions relative to enforcement action.

Sections of the enclosed inspection report contain details of your security program that have been determined to be exempt from public disclosure in accordance with either 10 CFR 73.21 (Safeguards Information) or 10 CFR 9.5.(a)(4) (Commercial or Financial Information). Therefore, the sections so

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identified in the inspection report will not be placed in the NRC Public Document Room and will receive limited distribution. The inspection report cover sheet and any remaining portions of the inspection report will be placed in the Public Document Room, in accordance with 10 CFR 2.790(a).

Your cooperation with us in this matter is appreciated.

Sincerely,

Thomas T. Martin, Director
Division of Radiation Safety
and Safeguards

Enclosure:

NRC Region I Inspection Report No. 50-352/85-12 (Paragraphs 10, 11, 13 and 17 contain Safeguards Information (SGI) and Paragraph 7 contains commercial or financial information (COFI))

cc w/encl: (w/o Paragraphs 10, 11, 13 and 17 which contain SGI and Paragraph 7 which contains COFI)

G. Leitch, Station Superintendent
John S. Kemper, Vice President, Engineering and Research
J. D. McGoldrick, Manager, Claims Division, Legal Department
Troy B. Conner, Jr., Esquire
Eugene J. Bradley, Esquire, Assistant General Counsel
V. S. Boyer, Senior Vice President, Nuclear Power
Limerick Hearing Service List
Public Document Room (PDR)
Local Public Document Room (LPDR)
Nuclear Safety Information Center (NSIC)
NRC Resident Inspector (with SGI and COFI)
Commonwealth of Pennsylvania

bcc w/encl: (w/o Paragraphs 10, 11, 13 and 17 which contain SGI and Paragraph 7 which contains COFI)

Region I Docket Room (with concurrences)
Senior Operations Officer (w/o encls)
Section Chief, DRP
P. Eselgroth, Shoreham, SRI (with SGI and COFI)
Section Chief, TPS, DRS

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