631 Park Avenue King of Prussia, Pennsylvania 1940OCT 20 1973

Jersey Central Power and Light Company Attention: Mr. Ivan R. Finfrock Vice President Generation Medison Avanue at Funch Bowl Road Morristown, New Jersey 07960 Docket No. 50-219 License No. DPR-16

Cont Longs:

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This refers to the special inspection conducted by Mr. Greenman of this office on September 10-12, 1973 of activities authorized by AEC License No. DP2-16 and to the discussions of our findings held by Mr. Greenman with Mr. Carroll and others of your staff at the conclusion of the inspection.

Areas examined during this inspection are described in the Regulatory Operations 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.

During this inspection, it was found that certain of your activities sppeared to be in violation of AEC requirements. The item and references to the pertinent requirements are listed in the enclosure to this letter. This letter constitutes a notice sent to you pursuant to the provisions of Section 2.201 of the AEC's "Rules of Practice", Part 2, Title 10, Code of Federal Regulations. Section 2.201 requires you to submit to this office within 20 days of your receipt of this motice, a written statement of explanation in reply, including: (1) corrective steps which have been or will be taken by you, and the results achieved; (2) corrective steps which will be taken to avoid further violations; and (3) the date when full compliance will be achieved.

With respect to the inoperability of the startup transformers which are required pursuant to Technical Specification 3.7.A.2, your corrective action was described in your letter to the Directorate of Linemaing dated September 18, 1973; therefore, no reply is required with respect to this matter. However, in addition to the meed for corrective action being taken and described in the above referenced letter, we are concerned about the implementation of your Quality Assurance Program that permitted these deficiencies to occur. Consequently, in your reply to this letter, plasse describe in particular, those actions taken or plaumed to improve the effectiveness of your Quality Assurance and control, and the dates when these actions will be accomplished.

Carlson

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O'Reilly ML 1426

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This letter also confirms the meeting to be held at this office on November 5, 1973 at 10:00 a.m., with Mr. W. Kuhn, President, General Fublic Utilities Corp., Dr. S. Sertnoff, President, Jersey Central Power and Light Company, and other senior representatives of the KPAL Co. concerning the results and significance of the large number of daficiencies identified during our sugmented inspection program at the Oyster Creek facility.

Should you have any questions concerning this inspection, we will be pleased to discuss them with you.

Sincerely,

James P. O'Reilly Director

Enclosures:

- 1. Description of Violations
- 2. RO Inspection Report No. 50-219/73-15
- cc: Mr. J. T. Carroll, Plant Superintendent Oyster Creek Nuclear Station Jersey Central Power and Light Company Forked River, New Jersey 08731

bcc: R0 Chief, FS&EB (1 w/encls.) R0:HQ (5 w/encls.) DL (4 w/encls., plus 9 cys. of Report only) DR Central Files (1 w/encls.) RS (3 w/encls.) R0 Files (1 w/encls.) PDR (1 w/encls.) Local PDR (1 w/encls.) NSIC (1 w/encls.) DTIE (1 w/encls.) State of NewJersey (1 w/encls.)