

MAR 14 1986

Docket No. 50-354

Public Service Electric & Gas Company
ATTN: Mr. C. A. McNeill, Jr.
Vice President - Nuclear
Post Office Box 236
Hancocks Bridge, New Jersey 08038

Gentlemen:

Subject: Inspection Report No. 50-354/86-03

This refers to the routine safety inspection conducted by Mr. D. Florek of this office on January 7 - 17, 1986 at the Hope Creek Generating Station, Hancocks Bridge, New Jersey of activities authorized by NRC License No. CPPR-120 and to the discussions of our findings held by Mr. Florek with Mr. R. Salvesen and other members of your staff at the conclusion of the inspection and to a subsequent discussion between Messrs. L. Bettenhausen and S. LaBruna on February 27, 1986.

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.

Based on the results of this inspection, it appears that one of your activities was not conducted in full compliance with NRC requirements, as set forth in the Notice of Violation, enclosed herewith as Appendix A. This violation has been categorized by severity level in accordance with the revised NRC Enforcement Policy (10 CFR 2, Appendix C) published in the Federal Register Notice (49 FR 8583) dated March 8, 1984. You are required to respond to this letter within 30 days of receipt and in preparing your response, you should follow the instructions in Appendix A.

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

Your cooperation with us in this matter is appreciated.

Sincerely,

Original Signed By:
Lee H. Bettenhausen

for Stewart D. Ebnetter, Director
Division of Reactor Safety

Enclosure: NRC Region I Inspection Report Number 50-354/86-03

IFD 1
1/c

OFFICIAL RECORD COPY

IR HC 86-03 - 0001.0.0
03/14/86

8802150337 860314
PDR ADOCK 05000354
DCD

cc w/encl:

A. E. Giardino, Manager, Station Quality Assurance
R. L. Mittl, General Manager, Nuclear Assurance and Regulation
A. J. Pietrofitta, General Manager, Power Production Engineering,
Atlantic Electric
L. A. Reiter, General Manager - Licensing and Reliability
Rebecca A. Green, Bureau of Radiation Protection
Public Document Room (PDR)
Local Public Document Room (LPDR)
Nuclear Safety Information Center (NSIC)
NRC Resident Inspector
State of New Jersey

bcc w/encl:

Region I Docket Room (with concurrences)
Management Assistant, DRMA (w/o encl)
DRP Section Chief

JW

RI:DRS
Florek/gcb
3/12/86

ESB

RI:DRS
Eselgroth
3/12/86

MB

RI:DRS
Bettenhausen
3/14/86

OFFICIAL RECORD COPY

IR HC 86-03 - 0001.1.0
03/11/86