

FEB 26 1986

Docket Nos. 50-354

License No. CPPR-120

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 No. 50-354/86-08

This refers to the Preoperational Security Program Review inspection conducted by Mr. R. J. Bailey of this office on January 27-30, 1986 of activities authorized by NRC License No. CPPR-120 and to the discussions of our findings held by Mr. Bailey with Mr. Moeller and other members of Public Service Electric and Gas Company's staff at the conclusion of the review.

Areas examined during this review are described in the NRC Region I Inspection Report which is enclosed with this letter. Within these areas, the review consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector.

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 10 CFR 73.21 (Safeguards Information). Therefore, the sections so 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 the remaining portions of the inspection report will be placed in the Public Document Room, in accordance with 10 CFR 2.790(a).

No reply to this letter is required. Your cooperation with us in this matter is appreciated.

Sincerely,

Original Signed By:  
 James H. Joyner

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

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Enclosure: NRC Region I Inspection Report No. 50-354/86-08 (Contains Safeguards Information (SGI) in Paragraph 3 c, d, g, h, i and j and in Paragraph 5)

OFFICIAL RECORD COPY

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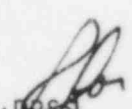
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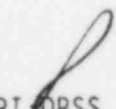
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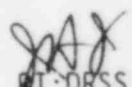
A. E. Giardino, Manager, Station Quality Assurance  
R. L. Mittl, General Manager, Nuclear Assurance and Regulation  
A. J. Pietrofitta, General Manager, Power Production Engineering, Atlantic  
Electric  
L. A. Reiter, General Manager - Licensing and Reliability  
Rebecca A. Green, Bureau of Radiation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

bcc w/encl. (w/o SGI):

Region I Docket Room (with concurrences)  
Management Assistant, DRMA (w/o encl)  
DRP Section Chief  
J. Grant, DRP  
R. B. Manili, NMSS (w/SGI)

  
RI:DRSS  
Bailey/ca  
2/20/86

  
RI:DRSS  
Keimig  
2/20/86

  
RI:DRSS  
Joyner  
2/20/86