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. 50-354/85-66

This refers to the routine safety inspection conducted by Mr. M. Dev of this office on December 30, 1985 - January 3, 1986, at 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. Dev and Mr. R. Borchardt with Mr. J. Nichols of your staff at the conclusion of the inspection.

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 the steps you had taken to correct the violation brought to your attention in a letter dated February 27, 1985. We have no further questions regarding the steps you took to correct item 84-29-01.

Within the scope of this inspection, no violations were observed.

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

Sincerely,

Original Signed By: Lee H. Bettenhausen

Stewart D. Ebneter, Director Division of Reactor Safety

Enclosure: NRC Region I Inspection Report No. 50-354/85-66

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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 J. Grant, DRP

R1:DRS Dev/fi 02/06/86 RI:DRS Winters 02/6/86

RIMDRS Eapen 02/7/86 RI:DRS for Bettenhausen 02/14/86 RI: DRS for Ebneter 02/14/86