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Writer's Direct Dial Number:
October 7, 1988

U.S. Nuclear Regulatory Commission Attention: Document Control Desk Mail Station P1-137 Washington, D.C. 20555

Dear Sir:

Subject:

Oyster Creek Nuclear Generating Station (OCNGS)

Docket No. 50-219

Regulation Effectiveness Review

This letter provides our response to the Final Report of the Regulatory Effectiveness Deview (RER), transmitted by Mr. Vargas' letter dated August 19, 1988.

In general, we found the team visit to be helpful in providing us with an independent assessment of the Security features and capabilities in place at Oyster Cree:. We appreciate the professionalism exhibited by the NRC personnel and U. S. Army Special Forces, and their positive attitude toward providing helpful guidance to upgrade Security measures.

For each finding contained in section 2 of your report, with the exception of 2.2.6, we have identified the appropriate action necessary or provided a discussion why no further action is appropriate. A preliminary schedule has been developed for timely implementation of the various actions, however, several items are of such magnitude that they will have to be prioritized in accordance with the Oyster Creek Integrated Schedule License Amendment.

The attachment to this letter must be withheld from public disclosure in accordance with 10CFR73.21 because it contains Safeguards Information

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We will address finding 2.2.6 by separate correspondence after receipt of Part III (Vital Area Definition) of the RER Report. The results and conclusions of Part III with its input from a vital area study conducted by the Los Alamos National Laboratory desert consideration prior to our ultimate resolution of this finding. Our resolution must also consider the proposed generic backfit of NUREG 1178 "Vital Equipment/Area Guidelines Study: Vital Area Committee Report".

If you desire any specific clarification on this response, please contact Mr. J. Knubel, Nuclear Security Director, at telephone number 201-316-7648.

Sincerely.

F. F. Wanganaro
Vice President and Director

Vice President and Director

FFM/JK/nn(7458f)

cc: Mr. William T. Russell, Administrator Region I U.S. Nuclear Regulatory Commission 475 Allendale Road King of Prussia, PA. 19406

> NRC Resident Inspector Oyster Creek Nuclear Generating Station Forked River, N.J. 08731

Mr. Alex Dromerick U.S. Nuclear Regulatory Commission Mail Station P1-137 Washington, D.C. 20555

Mr. Steven A. Varga, Director Division of Reactor Projects - I/II Office of Nuclear Reactor Regulation

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