Docket No. 50-341 RIII-88-A-0001

The Detroit Edison Company
ATTN: B. Ralph Sylvia
Senior Vice President
Nuclear Operations
6400 North Dixie Highway
Newport, MI 48166

## Gentlemen:

This refers to the special inspection conducted by Mr. L. R. Wharton of the Office of Nuclear Reactor Regulation from March 8 through September 20, 1988, at the Fermi Plant, Unit 2, authorized by NRC Operating License No. NPF-43 and to our findings, which were discussed with Mr. W. Orser and others of your staff at the conclusion of the inspection. This special inspection was conducted to follow up on previously identified items, review your response to the allegations regarding material control activities, and review the material control program.

During this inspection, certain of your activities appeared to be in violation of NRC requirements, as specified in the Notice of Violation (Enclosure 1). A written response is required.

The enclosed copy of our inspection report (Enclosure 2) identifies areas examined. Within these areas, the inspector reviewed a sampling of procedures and representative records, observed related activities, and interviewed licenses personnel.

In accordance with 10 CFR 2.790 of the Commission's regulations, a copy of this letter, the enclosures, and your response to this letter will be placed in the NRC Public Document Room.

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.

IEO

8811300058 881123 PDR ADOCK 05000341 We will gladly discuss any questions you have commerning this inspection.

Sincerely,

ORIGINA", SIGNED BY R. W. L.

R. C. Knop, Chief Reactor Projects Branch 3

Enclosures:

Notice of Violation
 Inspection Report
 No. 50-341/88008(DRP)

cc w/enclosures: Patricia Anthony, Licensing P. A. Marquardt, Corporate Legal Department DCD/DCB (RIDS) Licensing Fee Management Branch Resident Inspector, RIII Ronald Callen, Michigan Public Service Commission Harry H. Voight, Esq. Michigan Department of Public Health Monroe County Office of Civil Preparedness PDR DCS QAB Reading JWRoe, NRR JAZwolinski, NRR SHWeiss, NRR FCHawkins, NRR

PRP for per TELCON PRP for QAB: DLPQ: NRR LRWharton: nkp FCHawkins 10/23/88

WE RIII RIII ALI ALI PRP PPelke/lms CWeil WRobers

White Prelke/lms CWeil WRobers

West Present

C: QAB: DLPQ: NRR SHWeiss 10/23/88 RIII RCooper 10/53/88 FOLRIII RKnop 10/ /88 11/2 3/88