



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D. C. 20555

FEB 16 1989

MEMORANDUM FOR: Brian K. Grimes, Director
Division of Reactor Inspection and Safeguards
Office of Nuclear Reactor Regulation

FROM: E. William Brach, Chief
Vendor Inspection Branch
Division of Reactor Inspection and Safeguards
Office of Nuclear Reactor Regulation

SUBJECT: SUMMARY FOR NRC/BECHTEL/GPU MEETING ON
INFORMATION NOTICE 88-35

On February 8, 1989, NRC management and staff met with Bechtel and General Public Utility (GPU) representatives to discuss the portrayal of Bechtel's and GPU's auditing of Nuclear Energy Services (NES) in Information Notice 88-35, "Inadequate Licensee Performed Vendor Audits." The time of the meeting was changed from 2:00 pm to 12:30 pm the morning of February 8, 1989. The change was made to accommodate a last minute change to the schedule of the Director, NRR whose presence was requested by Bechtel. Bechtel presented information concerning the extent of their audits of NES, the audit findings, nonconformance reports issued, and corrective action requested of NES and taken by Bechtel. After discussion of the NRC inspection findings and Bechtel audit and inspection findings, it was determined that Bechtel's primary concern was the characterization of Bechtel's oversight of NES in the information notice. It was then agreed that Bechtel would submit a letter to the NRC staff that described, for the record, their concern that the information notice had not accurately characterized their oversight of NES.

A handwritten signature in cursive script, reading "E. William Brach", is written over the typed name.

E. William Brach, Chief
Division of Reactor Inspection and Safeguards
Office of Nuclear Reactor Regulation

Enclosure:
List of Attendees

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LIST OF ATTENDEES

<u>Name</u>	<u>Position</u>	<u>Company</u>
Edward Baker	Section Chief, VIB	NRC
Bill Brach	Branch Chief, VIB	NRC
Robert E. Rogan	Director, L&NS	GPU Nuclear
James J. Byrne	Manager, TMI-2 Licensing	GPU Nuclear
Dinesh C. Kansal	Deputy Manager of QA	Bechtel
T. V. Sarma	Project QA Engineer	Bechtel
Tom Murley	Director, NRR	NRC
Frank Miraglia	ADT, NRR	NRC
Sid Bernsen	Manager of QA	Bechtel

ENCLOSURE