SAFEGUARDS INFORMATION

AUG 8 1989

Docket Nos. 50-369, 50-370 License Nos. NPF-9, NPF-17

Duke Power Company
ATTN: Mr. H. B. Tucker, Vice President
Nuclear Production Department
422 South Church Street
Charlotte, North Carolina 28242

SAFEGUARDS INFORMATION REMOVED

Gentlemen:

SUBJECT: NRC INSPECTION REPORT NOS. 50-369/89-23 AND 50-370/89-23

This refers to the Nuclear Regulatory Commission (NRC) inspection conducted by Orysia M. Masnyk on July 27, 1989. The inspection included a review of activities authorized for your McGuire facility. At the conclusion of the inspection, the findings were discussed with those members of your staff identified in the enclosed Inspection Report.

Areas examined during the inspection are identified in the report. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observation of activities in progress.

The inspection findings indicate that certain activities appeared to violate NRC requirements. The violations described in the enclosed Inspection Report are under consideration for escalated enforcement action. Accordingly, no Notice of Violation is being issued at this time, and no response to this letter is required. However, please be advised that the number and characterization of violations described in the enclosed Inspection Report may change as a result of further NRC review. An Enforcement Conference to discuss these violations will be scheduled at a future date. You will be advised by separate correspondence of the results of our deliberations on this matter.

In accordance with 10 CFR 2.790(d) and 10 CFR 73.21, safeguards activities and security measures are exempt from public disclosure. Therefore, the enclosure to this letter, with the exception of the report cover page, which presents a nonexempt summary, will not be placed in the NRC Public Document Room.

0908140289 890808 PDR ADDCK 05000369 TEO4

SAFEGUARDS INFORMATION

Duke Power Company

2

AUG 8 1989

Should you have any questions concerning this letter, please contact us.

Sincerely,

Stewart D. Ebneter Regional Administrator

Enclosure:
NRC Inspection Report
(Safeguards Information)

cc w/encl: T. L. McConnell, Station Manager

cc w/Inspection Summary: State of North Carolina

bcc w/encl: NRR/DRIS/SB

bcc w/Inspection Summary: Document Control Desk (RIDS IEO4), 016 Senior Resident Inspector - Catawba D. Hood, NRR

RII: DRSS DHI-DRSS -RII: DRP Tryw Justen **E**JStohr OMasnyk:tj BBonser DMcGuire 08/23/89 08/3/89 08/3 /89 08/3/89 08/3 /89 RII: RAO RII: RIT: RAD RII: DRP RII: DRP area AKY GJenkins L LReyes AHerdt Heil Recoddard MErnst 08/1/89 08/7/89 08/ 08/1 /89 08/3 /89 08/3/89

SAFEGUARDS INFORMATION

Document transmitted herewith contains sensitive unclassified information. When separated from enclosures, this document is decontrolled.