

March 12, 1997

Mr. D. M. Smith, President  
PECO Nuclear  
Nuclear Group Headquarters  
Correspondence Control Desk  
P. O. Box 195  
Wayne, PA 19087-0195

SUBJECT: NRC INSPECTION REPORT 50-352/96-08; 50-353/96-08, 50-277/96-11  
AND 50-278/96-11 (REPLY)

Dear Mr. Smith:

This letter refers to your February 27, 1997 correspondence, in response to our February 3, 1997 letter.

Thank you for informing us of the corrective and preventive actions documented in your letter. These actions will be examined during a future inspection of your licensed program.

Your cooperation with us is appreciated.

Sincerely,

Original Signed By:

Richard R. Keimig, Chief  
Emergency Preparedness and  
Safeguards Branch  
Division of Reactor Safety

Docket Nos. 50-352; 50-353; 50-277; 50-278

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cc w/encl:

G. A. Hunger, Jr., Chairman, Nuclear Review Board and Director - Licensing  
W. MacFarland, Vice President - Limerick Generating Station  
J. L. Kantner, Regulatory Engineer - Limerick Generating Station  
T. Mitchell, Vice President, Peach Bottom Atomic Power Station  
G. Rainey, Senior Vice President, Nuclear Operations  
D. B. Fethers, Vice President, Nuclear Station Support  
T. Niessen, Director, Nuclear Quality Assurance  
A. F. Kirby, III, External Operations - Delmarva Power & Light Co.  
G. Edwards, Plant Manager, Peach Bottom Atomic Power Station  
G. J. Lengyel, Manager, Experience Assessment  
J. W. Durham, Sr., Senior Vice President and General Counsel  
J. A. Isabella, Manager, Joint Generation, Atlantic Electric  
W. T. Henrick, Manager, External Affairs, Public Service Electric & Gas  
R. McLean, Power Plant Siting, Nuclear Evaluations  
J. Vannoy, Acting Secretary of Harford County Council  
R. Ochs, Maryland Safe Energy Coalition  
J. H. Walter, Chief Engineer, Public Service Commission of Maryland  
L. Jacobson, Peach Bottom Alliance  
Secretary, Nuclear Committee of the Board  
Commonwealth of Pennsylvania  
State of Maryland  
Nuclear Safety Information Center (NSIC)  
TMI - Alert (TMIA)

Mr. D. M. Smith

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Distribution w/encl:

Region I Docket Room (with concurrences)

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DATE	03/12/97		03/12/97		03/ /97		03/ /97		03/ /97	

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10CFR2.201



# PECO NUCLEAR

A Unit of PECO Energy

PECO Energy Company  
965 Chesterbrook Boulevard  
Wayne, PA 19087-5691

February 27, 1997

Docket Nos. 50-277  
50-278  
50-352  
50-353

License Nos. DPR-44  
DPR-56  
NPF-39  
NPF-85

U. S. Nuclear Regulatory Commission  
ATTN: Document Control Desk  
Washington, DC 20555

**SUBJECT:** Limerick Generating Station, Units 1 and 2  
Peach Bottom Atomic Power Station, Units 2 and 3  
Reply to a Notice of Violation (NRC Inspection Report Nos. 50-352/96-03 and  
96-08; 50-353/96-03 and 96-08; 50-277/96-11 and 50-278/96-11)

Gentlemen:

This letter provides PECO Energy's response to your letter dated February 3, 1997, which transmitted the Notice of Violation concerning the referenced inspection reports. The violations involve the failure to control Safeguards Information (SGI) in accordance with the requirements in 10CFR73.21.

The reason for the violations, the corrective steps that have been taken and the results achieved, the corrective steps that will be taken to avoid further violations, and the dates when full compliance was achieved are described in the following previously docketed correspondence:

- A. Improper Control of Limerick Generating Station Physical Security Plan
  - PECO Energy letter dated May 13, 1996, which provided a Special Report concerning improper control of SGI in that an electronic copy of the LGS Physical Security Plan was discovered on the PECO Local Area Network (LAN), and
  - PECO Energy letter dated July 15, 1996, which provided a response to the apparent violation contained in NRC Inspection Report Nos. 50-352/96-03 and 50-353/96-03,
- B. Improper Control of SGI at Various Locations
  - PECO Energy letter dated August 1, 1996, which provided a Special Report for LGS concerning improperly controlled drawings and aperture cards containing SGI at various PECO Energy facilities,

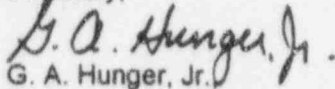
- PECO Energy letter dated August 9, 1996, which provided a Special Report for Peach Bottom Atomic Power Station (PBAPS) concerning improperly controlled drawings and aperture cards containing SGI at various PECO Energy facilities,
- PECO Energy letters dated September 30, 1996, which supplemented the Special Reports for LGS and PBAPS concerning improperly controlled drawings and aperture cards containing SGI,
- PECO Energy letter dated January 21, 1997, which supplemented the Special Report for LGS concerning improperly controlled drawings and aperture cards containing SGI at various PECO Energy facilities, and
- PECO Energy letter dated January 21, 1997, which provided a response to the apparent violation contained in NRC Inspection Report Nos. 50-277/96-11, 50-278/96-11, 50-352/96-08 and 50-353/96-08.

In the January 21, 1997, response to the apparent violation, a commitment was made to standardize procedures for handling and distributing SGI by March 1997. These procedures have been revised and implemented. Additional procedures were identified that require revision to direct users to utilize the newly revised standardized procedures. These additional procedures will be revised by June 1997.

As previously noted in the referenced documentation, an actual security compromise did not occur. In addition, we feel the protective measures in place to prevent unauthorized access could have prevented an actual degradation from occurring. We appreciate your acknowledgment that our corrective actions to address these issues were swift and comprehensive.

If you have any questions or desire additional information, do not hesitate to contact us.

Sincerely,



G. A. Hunger, Jr.  
Director - Licensing

cc: H. J. Miller, Administrator, Region I, USNRC  
W. L. Schmidt, Senior Resident Inspector, PBAPS, USNRC  
N.S. Perry, Senior Resident Inspector, LGS, USNRC  
R. R. Janati, Commonwealth of Pennsylvania

COMMONWEALTH OF PENNSYLVANIA:

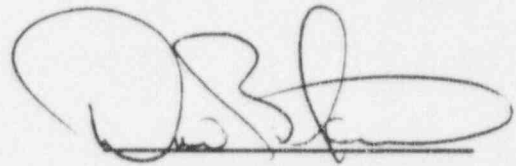
: SS

COUNTY OF CHESTER

:

D. B. Fetters, being first duly sworn, deposes and says:

That he is Vice President of PECO Energy, that he has read the attached response to Notice of Violation, and knows the contents thereof; and that the statements and matters set forth therein are true and correct to the best of his knowledge, information and belief.



Vice President

Subscribed and sworn to

before me this 27<sup>th</sup> day

of February 1997.

Mary Lou Skrocki

Notary Public

Notary Public  
Mary Lou Skrocki  
Tredyffrin Twp Chester County  
My Commission Expires May 17, 1999

Member, Pennsylvania Association of Notaries