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June 12, 1979

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EDWARD B. CROSLAND

COUNSEL

Ivan W. Smith, Esquire  
Chairman  
Atomic Safety and Licensing  
Board  
U.S. Nuclear Regulatory Commission  
Washington, D.C. 20555

Dr. J. V. Leeds, Jr.  
10807 Atwell  
Houston, Texas 77096

Mr. Glenn O. Bright  
Atomic Safety and Licensing  
Board  
U.S. Nuclear Regulatory Commission  
Washington, D.C. 20555

In the Matter of  
Carolina Power and Light Company  
(Shearon Harris Nuclear Plant, Units 1, 2, 3 & 4)  
Docket Nos. 50-400, 50-401, 50-402, 50-403

Gentlemen:

Pursuant to a Board Order dated May 25, 1979 and served May 29, 1979, I enclose copies of an "Affidavit of J. A. Jones", marked for identification as Applicant Exhibit PP, and "Revisions to Applicant's Proposed Findings of Fact and Conclusion of Law in the Form of a Supplemental Initial Decision (Construction Permits)".

Respectfully submitted,

*George F. Trowbridge*  
George F. Trowbridge  
Counsel for Applicant

Enclosure  
cc: per certificate of service

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UNITED STATES OF AMERICA  
NUCLEAR REGULATORY COMMISSION

BEFORE THE ATOMIC SAFETY AND LICENSING APPEAL BOARD

In the Matter of	)	
	)	
CAROLINA POWER & LIGHT COMPANY	)	Docket Nos. 50-400
	)	50-401
(Shearon Harris Nuclear Power	)	50-402
Plant, Units 1, 2, 3 and 4)	)	50-403

AFFIDAVIT OF  
J. A. JONES

J. A. Jones, having been first duly sworn, hereby deposes and says as follows:

1. I am Senior Executive Vice President and Chief Operating Officer of Carolina Power & Light Company. My business address is 411 Fayetteville Street Mall, Raleigh, North Carolina 27602. In my capacity as Executive Vice President and Chief Operating Officer I testified in the reopened hearings on Carolina Power & Light Company's management capability in this proceeding on March 7 and 8, 1979.

2. At a meeting of the Company's Board of Directors on May 16, 1979, certain changes were made in the Company's management organization which have resulted in the need for updating the testimony I presented at the hearing.

3. Attached are Figures A and B, which show the Carolina Power & Light Company corporate organization as of June 1, 1979. These Figures are identical to Figures 1 and 2 on pages 10 and 14 of my original testimony following TR at 3494, except as modified to reflect the changes made by the Board of Directors on May 16.

4. Under the reorganization, all administrative functions will continue to be combined under the direction of Mr. Sherwood H. Smith, Jr., President and Chief Administrative Officer. However, the System Planning and Coordination Department, which formerly reported to me, has been transferred to the Corporate Services Group which reports to Mr. Smith. Mr. Wilson W. Morgan, who was Vice President - System Planning and Coordination Department, has been named Senior Vice President and Group Executive and is now in charge of the Corporate Services Group. The System Planning and Coordination Department which Mr. Morgan used to head is now headed by Mr. Lynn W. Eury, who was promoted to Vice President. Mr. Eury reports to Mr. Morgan.

5. I was promoted to Senior Executive Vice President and Chief Operating Officer and continue to supervise and direct all operating functions, including a new Nuclear Safety and Research Department. In place of the three operating groups which formerly reported directly to me, however, there are now four operating groups. Of these, only the Engineering and Construction Group reports directly to me. The remaining three report to Mr. E. E. Utley, who was promoted to Executive Vice President and reports to me. The Vice President of the new Nuclear Safety and Research Department also reports directly to me.

6. The three groups reporting to Mr. Utley, who formerly was Senior Vice President - Power Supply Group, are (a) the Power Supply Group, (b) a new Fuel and Materials Management Group, and (c) the Customer and Operating Services Group. The Power Supply Group is now headed by Mr. Darrell V. Menscer, a Senior Vice President and formerly head of the Corporate Services Group. Within the Power Supply Group are two departments, the Generation

Department, headed by Mr. E. J. Furr and the System Operations and Maintenance Department, headed by Mr. Jerry Kirk. The new Fuel and Materials Management Group created in the reorganization was placed under the direction of Mr. James M. Davis, Jr., former Manager of the Rates and Service Practices Department. Mr. Davis was named Vice President and Group Executive. This group consists of two departments, the Fuels Department, which formerly was a part of the Power Supply Group, and the Materials Management Department, which formerly was a part of the Customer and Operating Services Group.

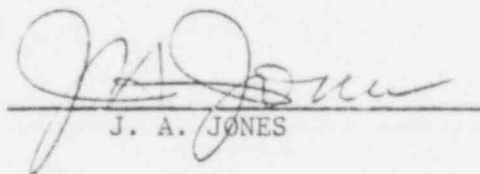
7. The new Nuclear Safety and Research Department, as noted, reports directly to me. This new department will be headed by Dr. Thomas S. Elleman, effective September 1, 1979, who is Chairman of the Department of Nuclear Engineering at North Carolina State University, and includes the functions of Corporate Health Physics and Corporate Nuclear Safety and Quality Assurance Audit which administratively were formerly under Mr. Wilson W. Morgan in the System Planning and Coordination Department. The research function within the Company has also been transferred to this new department from the Technical Services Department. The director of Corporate Health Physics and the manager of Corporate Nuclear Safety and Quality Assurance Audit will continue to have direct access to me as they have in the past.

8. The Senior Management Committee has been expanded from nine members to eleven to include the additional two new group executives.

9. The primary purpose of the management reorganization announced by the Board of Directors was to expand opportunities for management development, to increase senior management strength, and to help assure an orderly transition of responsibility during the next four years, prior to


retirements of Mr. Shearon Harris, Chairman of the Board and Chief Executive Officer, Mr. W. J. Ridout, Jr., Senior Vice President - Customer and Operating Services Group, and myself. The addition of the new Department of Nuclear Safety and Research at the corporate level under the direction of Dr. Elleman, who has an outstanding background in nuclear engineering and has served as a consultant to many national and state organizations, including the NRC, the Department of Energy and the North Carolina Utilities Commission, reflects the strong commitment of our senior management to assure the highest degree of safety in all of our nuclear operations.

10. In every case, the reorganization is a step toward strengthening our senior management organization and is a part of our continuing program to assure a strong organization for the future. As I noted in my earlier testimony at 28 (following TR at 3494) "[W]e regularly review our organizational structure, and from time to time in the future, as it appears appropriate, we will make additional changes in the Power Supply Group and all other areas of corporate operations to strengthen our management effectiveness, since flexibility and growth are essential to good management."

  
J. A. JONES

Sworn to and subscribed before me

this 7th day of June, 1979.

  
Notary Public

My commission expires:

July 4, 1980

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CAROLINA POWER & LIGHT COMPANY  
CORPORATE ORGANIZATION  
JUNE 1, 1979

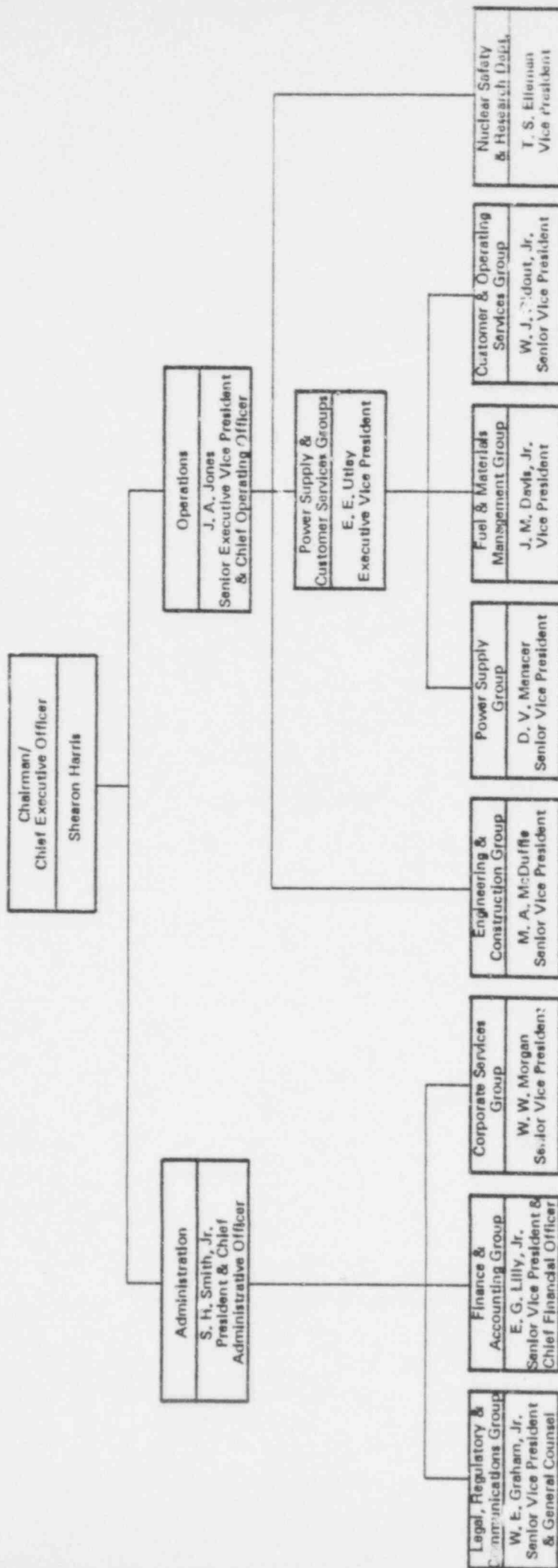


Figure A

OPERATIONS GROUP  
JUNE 1, 1979

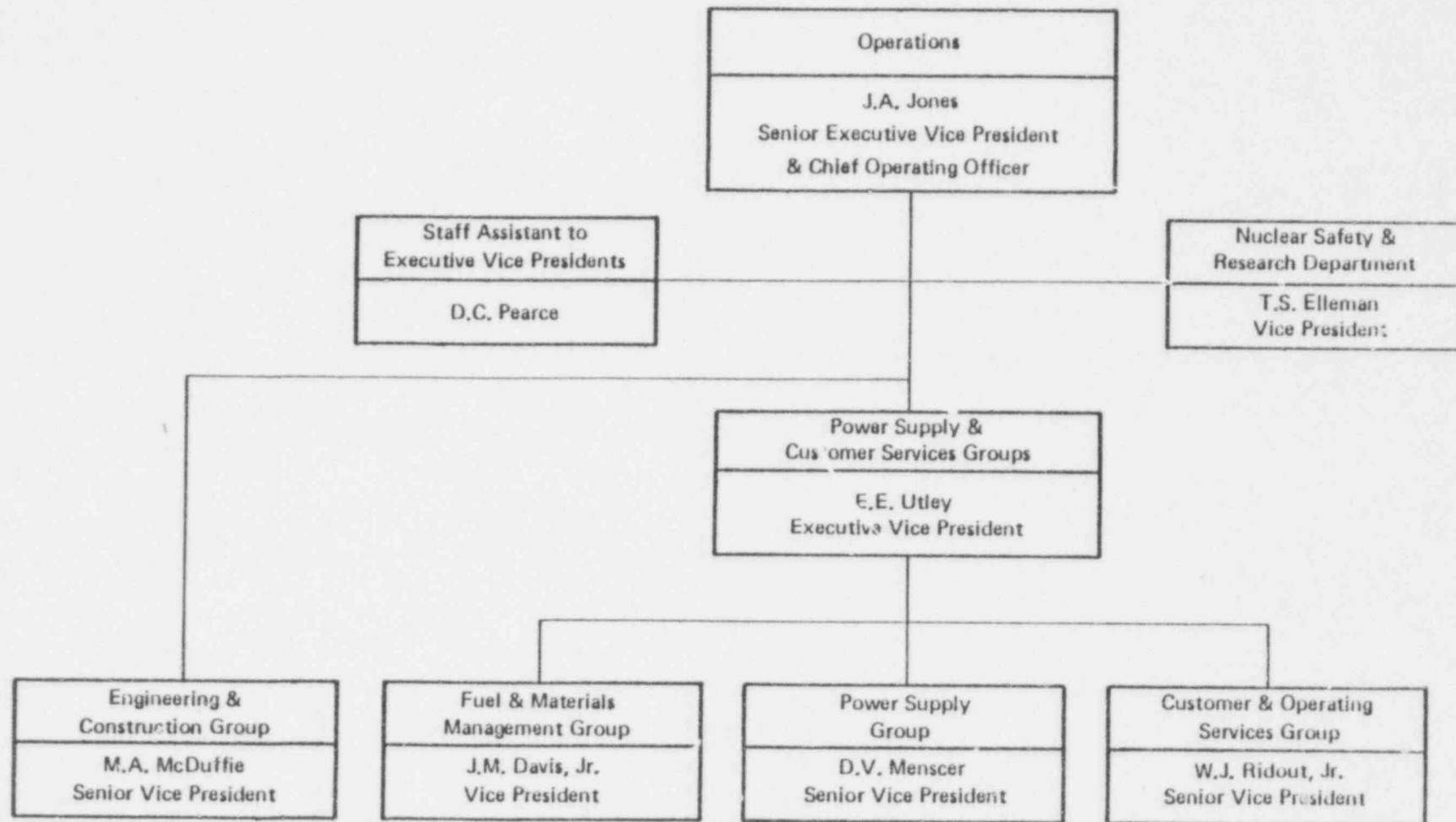


Figure B