

ILLINOIS POWER COMPANY



0981-L
U-10002

CLINTON POWER STATION, P.O. BOX 678, CLINTON, ILLINOIS 61727

October 21, 1982

Docket No. 50-461

Director
Office of Inspection and Enforcement
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

Dear Sir:

This letter is in response to your Notice of Violation and Proposed Imposition of Civil Penalties dated October 5, 1982 for Clinton Power Station, Unit I, Docket No. 50-461, Investigation Report No. 50-461/S2-02. Illinois Power Company's response to the Proposed Imposition of Civil Penalties is as follows:

A. The Notice of Violation states in part:

"Contrary to the above, Baldwin Associates QC inspectors did not have sufficient freedom to identify quality problems and were not sufficiently independent of cost and schedule. The results of interviews indicate that some QC inspectors were: (a) instructed by supervisors not to engage in discussions with NRC without approval from the BA Quality Control Manager; (b) not always supported by QC management; and (c) intimidated. The following are examples of insufficient freedom of QC inspectors, including insufficient freedom from cost and schedule, which occurred during December, 1981 and January, 1982:...."

With regard to Item A of the Notice of Violation, Illinois Power Company does not deny the violation as cited and will pay the civil penalty in the amount of \$40,000.00.

B. The Notice of Violation states in part:

"Contrary to the above, Illinois Power Company and its contractor, Baldwin Associates, did not adequately document and implement a quality assurance program in the electrical area and in areas which impacted on the electrical areas to comply with the requirements of Appendix B as evidenced by the following examples:"

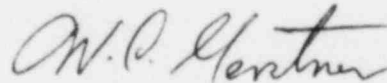
With regard to Item B of the Notice of Violation, Illinois Power Company does not deny the violation as cited and will pay the civil penalty in the amount of \$50,000.00.

Illinois Power Company does not protest the imposition of the civil penalties and by this letter forwards the draft in payment in the cumulative amount of Ninety Thousand Dollars (Enclosure #1).

Pursuant to the provisions of 10 CFR 2.201, Illinois Power Company will submit to the Director, Office of Inspection and Enforcement, US NRC, on or before November 5, 1982, a written statement or explanation, for each violation, including; (1) admission or denial of the alleged violation; (2) the reasons for the violation if admitted; (3) the corrective steps which have been taken and the results achieved; (4) the corrective steps which have been taken to avoid further violations; and (5) the date when full compliance will be achieved.

I hereby affirm that the information in this letter is correct to the best of my knowledge.

Very truly yours,



W. C. Gerstner
Executive Vice President

Certified Mail - Return Receipt Requested

Enclosure 1

cc: Mr. J. G. Keppler (Director, Region III)
NRC Resident Inspector
Illinois Department of Nuclear Safety
Director - Quality Assurance

• **BILL FOR COLLECTION**

DCS

Bill No. _____

U. S. Nuclear Regulatory Commission

Date October 26, 1982

(Department or Establishment and Bureau or Office)

Washington, DC 20555

(Address)

PAYER:

Illinois Power Company
500 South 27th Street
Dacatur, IL 62525

*This bill should be returned by the
payer with his remittance.*

SEE INSTRUCTIONS BELOW.

Date	DESCRIPTION	Quantity	Unit Price		Amount	
			Cost	Per		
10/26/82	Payment for CP dated 10/5/82, Docket No. 50-461.				\$90,000.00	
AMOUNT DUE THIS BILL,					\$90,000.00	

This is not a receipt

INSTRUCTIONS

Tender of payment of the above bill may be made in cash, United States postal money order, express money order, bank draft, or check, to the office indicated. Such tender, when in any other form than cash, should be drawn to the order of the Department or Establishment and Bureau or Office indicated above.

Receipts will be issued in all cases where "cash" is received, and only upon request when remittance is in any other form. If tender of payment of this bill is other than cash or United States postal money order, the receipt shall not become an acquittance until such tender has been cleared and the amount received by the Department or Establishment and Bureau or Office indicated above.

Failure to receive a receipt for a cash payment should be promptly reported by the payer to the chief administrative officer of the bureau or agency mentioned above.

IE-14

ILLINOIS POWER COMPANY

DECATUR, ILLINOIS

No. K 65352

REMITTANCE STATEMENT

INVOICE DATE	INVOICE NUMBER	PURCHASE ORDER NO.	AMOUNT OF INVOICE (All Applicable Discounts Have Been Deducted)	TOTAL REMITTANCE
	FINE FOR NRC VIOLATIONS AT CLINTON POWER STATION		90,000.00	\$90,000.00

PLEASE DETACH BEFORE DEPOSITING



ILLINOIS POWER COMPANY

DECATUR, ILLINOIS

No. K 65352

OCTOBER 19, 1982

K65352

$$\frac{2.3}{710}$$

PAY TO THE ORDER OF

THE TREASURER OF THE
UNITED STATES
DIRECTOR OF OFFICE OF INSPECTION
AND ENFORCEMENT USMRC
WASHINGTON DC 20555

\$90,000 DOLLARS 00 CENTS

\$90,000.00

CONTINENTAL ILLINOIS NATIONAL BANK
AND TRUST COMPANY OF CHICAGO
CHICAGO, ILLINOIS

MHPieske

J. M. W. W.
FOR THE TREASURER

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