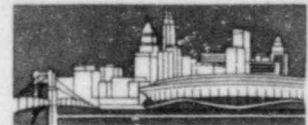


THE CINCINNATI GAS & ELECTRIC COMPANY



CINCINNATI, OHIO 45201

August 19, 1983
LOZ-83-0117

J. WILLIAMS, JR.
SENIOR VICE PRESIDENT
NUCLEAR OPERATIONS

Docket No. 50-358

U.S. Nuclear Regulatory Commission
Region III
799 Roosevelt Road
Glen Ellyn, Illinois 60137

Attention: Mr. J.G. Keppler
Regional Administrator

Gentlemen:

RE: WM. H. ZIMMER NUCLEAR POWER STATION - UNIT 1
INDEPENDENT AUDIT OF ZIMMER STATION
W.O. 57300, JOB E-5590, FILE NO. 956C,

PRINCIPAL STAFF	
RA	ENF
D/RA	PAO
A/RA	SLO
OPRP	RC
ORMA	
CONSP	
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DL	FILE

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Section IV(B)(2)(a) of the Commission's November 12, 1982, "Order to Show Cause and Order Immediately Suspending Construction" in Zimmer requires that The Cincinnati Gas & Electric Company (CG&E) include within the comprehensive plan to verify the quality of construction of Zimmer a provision for an audit by a qualified outside organization. CG&E intends shortly to begin contacting potential candidates for the position of independent auditor to determine their interest in and qualifications for performing such an audit. This is to inform you of CG&E's plans for handling written communications, including proposals and requests for proposals, between CG&E and potential candidates for the position of independent auditor.

All written communications between CG&E and potential candidates for the position of independent auditor will be maintained in a file at the Zimmer site which will be made available for NRC inspection. This procedure will ensure that the NRC will be fully informed of all communications between CG&E and candidates, while protecting the confidentiality of proposed commercial terms and rates which may be contained in such communications. Therefore, CG&E does not plan to submit copies of these communications to Region III.

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A PDR

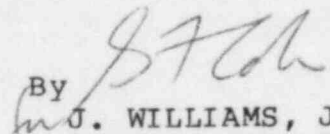
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Mr. J.G. Keppler
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Based upon conversations between members of our respective staffs, it is CG&E's understanding that this procedure is consistent with the intent of the March 2, 1983, "Protocol Governing Communications Between CG&E and Independent Organizations Conducting Reviews or Audits Under The Commission's Order." Naturally, until such time as the Torrey Pines Technology recommendations are issued and CG&E has reviewed those recommendations, CG&E does not intend to select an organization to perform the independent audit.

Very truly yours,

THE CINCINNATI GAS & ELECTRIC COMPANY

By 
J. WILLIAMS, JR.
SENIOR VICE PRESIDENT

JW/sfr

cc: NRC Office of Inspection & Enforcement
Washington, D.C. 20555
NRC Senior Resident Inspector
ATTN: W.F. Christianson
NRC Zimmer Project Inspector, Region III
ATTN: E. R. Schweibinz