



**PUBLIC
SERVICE
INDIANA**

S. W. Shields
Senior Vice President -
Nuclear Division

July 22, 1983
S83-07
SVP-0110-83

Mr. James G. Keppler,
Regional Administrator
U. S. Nuclear Regulatory Commission
Region III
799 Roosevelt Road
Glen Ellyn, Illinois 60137

Docket Nos.: STN 50-546
STN 50-547
Construction Permit Nos.:
CPPR - 170
CPPR - 171

Marble Hill Nuclear Generating Station - Units 1 and 2

Dear Mr. Keppler:

On February 28, 1983, Mr. L. G. Yeager of Public Service Company of Indiana, Inc. (PSI) notified your office of a potentially reportable item as required by 10 CFR 50.55(e). A PSI audit of the site HVAC contractor, Pullman Construction Industries, Inc. (PCI), resulted in a number of findings which indicate that PCI has not adequately implemented their quality assurance program. It is conceivable that non-conforming conditions could exist and had they gone uncorrected, could have adversely affected the safe operations of the plant.

PCI has responded to the audit findings and PSI has accepted, subject to verification of the corrective action, PCI's dispositions. PCI has satisfactorily completed corrective action on most of the findings. Work is continuing in the areas of procedure development, records review, and hanger reinspections.

This letter is intended to fulfill the requirements of an interim report as required by 10 CFR 50.55(e). A further report will be filed on or before October 14, 1983. If you have any questions regarding this matter, please contact me at your convenience.

Sincerely,

S. W. Shields

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PDR ADOCK 05000546
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Letter: J. G. Keppler

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

J. E. Kunklin
J. F. Schapker