

James A. FitzPatrick  
Nuclear Power Plant  
P.O. Box 41  
Lycoming, New York 13093  
315 342.3840



Corbin McNeill  
Resident Manager

May 11, 1984  
JAFF 84-0484

United States Nuclear Regulatory Commission  
Region 1  
631 Park Avenue  
King of Prussia, PA 19406

Attention: Richard C. DeYoung, Director  
Office of Inspection and Enforcement

SUBJECT: NRC I&E BULLETIN 83-07  
APPARENTLY FRAUDULENT PRODUCTS  
SOLD BY RAY MILLER, INC.

Gentlemen:

The subject I&E Bulletin and supplements identify apparently fraudulent material supplied by Ray Miller, Inc. between 1975 and 1979. The scope of the New York Power Authority's investigation into this problem was thus limited to identifying any of the companies listed on Attachments 1 & 2 of Bulletin 83-07 and other companies identified in Supplements 1 & 2 who supplied materials to JAFNPP during the period of January 1, 1975 and December 31, 1979, or whose material certifications were dated between January 1, 1975 and December 31, 1979.

The following are specific NRC requests in IE Bulletin 83-07 and the New York Power Authority's responses:

- Request: 1. Based on a review of the attached lists of Ray Miller, Inc., customers who received apparently fraudulent material (Attachments 1 and 2), and pertinent information obtained from any of these companies, either directly or indirectly:
- (a) Identify those companies on the lists that supplied materials or services to your facility (include subcontractors as well as major contractors); and
- (b) Determine whether any of the apparently fraudulent Ray Miller, Inc. materials were provided to or used at your facility.
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United States Nuclear Regulatory Commission May 11, 1984  
Attention: Richard C. DeYoung, Director JAFP 84-0484  
Subject: NRC I&E BULLETIN 83-07 Page -2-  
Apparently Fraudulent Products  
Sold By Ray Miller, Inc.

- (c) Determine whether any of the apparently fraudulent material supplied to you was installed in safety-related systems at your facility, or is still in stock.
- (d) If other Ray Miller, Inc. materials not listed in Attachments 1 and 2 have been identified by your own initiative, determine whether any was installed in safety-related systems at your facility, or is still in stock.

Response:

A review of all purchase documents generated and material received or certified between January 1, 1975 and December 31, 1979 has been completed.

1. (a) Only one company identified by the NRC in the subject Bulletin had supplied material to JAFNPP during this timeframe. This company was American Standard, 175 Standard Parkway, Cheektowaga, NY, 14275.
- (b) As noted in 1(a), the only company identified was American Standard. This company was contacted by the NRC on July 29, 1983 (see Supplement 1 to I&E Bulletin 83-07) and asked to identify customers to whom they sold the material. American Standard responded to the NRC and Attachment 2 of this supplement shows two companies which American Standard supplied the apparently fraudulent material. The New York Power Authority (JAFNPP) is not one of the companies listed.
- (c) Our research shows no evidence of any apparently fraudulent material being supplied to JAFNPP.
- (d) No other Ray Miller, Inc. material supplied in the noted timeframe was identified during this review. There is material installed in safety related systems supplied by Ray Miller (1425 Miliary Ave, Kenmore, NY) prior to January 1, 1975. The New York Power Authority has no knowledge that would indicate that any pre-1975 material is fraudulent. None of this pre-1975 material is presently in stock.

United States Nuclear Regulatory Commission May 11, 1984  
Attention: Richard C. DeYoung, Director JAFP 84-0484  
Subject: NRC I&E BULLETIN 83-07 Page -3-  
Apparently Fraudulent Products  
Sold By Ray Miller, Inc.

Request: 2. For Ray Miller, Inc. materials, both the NRC-identified apparently fraudulent materials listed in Attachments 1 and 2, and other materials identified by your own initiative, that are installed in safety-related systems of your facility:

- (a) Evaluate the safety significance of the presence of these materials assuming the fraud is as identified in the attachments or assuming material failure.
- (b) Determine the disposition of the installed material, e.g., use as is, remove and replace, etc.

Response: 2. As noted in Response 1, no apparently fraudulent material is presently installed at JAFNPP.

Request: 3. For all material from Ray Miller, Inc. still in stock, whether identified by item 1 or previously identified by your own initiative:

- (a) Segregate into two groups: (1) material included in the purchase orders listed in the fraudulent data file, and (2) all other material supplied by Ray Miller, Inc., regardless of the branch office that supplied the material.
- (b) For the material included in the fraudulent data file:
  - (1) Discard the material, or
  - (2) Tag or otherwise mark the materials for use only in systems not important to safety.
- (c) For material supplied by Ray Miller that is not included in the fraudulent data file, do one of the following: ...

United States Nuclear Regulatory Commission May 11, 1984  
Attention: Richard C. DeYoung, Director JAFP 84-0484  
Subject: NRC I&E BULLETIN 83-07 Page -4-  
Apparently Fraudulent Products  
Sold By Ray Miller, Inc.

Response: 3. A review of material stored in our warehouses (stock) indicates that no Ray Miller, Inc. material (either as identified by I&E Bulletin 83-07 or by our own initiative) is in stock. 3(a) thru (c) is not required due to the absence of stock material.

Conclusion: The investigations described above meet the intent of the NRC requests identified in I&E Bulletin 83-07. Detailed records of our investigations are available in QA Department files.

If further information is required or you have any questions regarding this bulletin, please contact Richard Patch at phone number 315-342-3840 Extension 270.

Very truly yours,

*by direction R. Corbin A. McNeill, Jr.*  
CORBIN A. McNEILL, JR.

CAM:RJC:fah

Subscribed & Sworn to before me  
this 11th day of May, 1984.

*John W. Austin*  
Notary Public

JOHN W. AUSTIN, #4701224  
Notary Public - State of New York  
Appointment in Oswego County  
My Commission Expires March 30, 1985

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