



Carolina Power & Light Company

SERIAL: NLS-84-130

MAR 23 1984

Mr. James P. O'Reilly, Regional Administrator
United States Nuclear Regulatory Commission
Suite 2900
101 Marietta Street, NW
Atlanta, GA 30303

H. B. ROBINSON STEAM ELECTRIC PLANT, UNIT NO. 2
DOCKET NO. 50-261/LICENSE NO. DPR-23

SHEARON HARRIS NUCLEAR POWER PLANT
UNIT NO. 1 - DOCKET NO. 50-400

BRUNSWICK STEAM ELECTRIC PLANT, UNIT NOS. 1 AND 2
DOCKET NOS. 50-325 & 50-324/LICENSE NOS. DPR-71 & DPR-62

RESPONSE TO IE BULLETIN NO. 83-07 AND SUPPLEMENTS 1 & 2

Dear Mr. O'Reilly

Carolina Power & Light Company (CP&L) has reviewed your letter dated July 22, 1983, IE Bulletin 83-07, "Apparently Fraudulent Products Sold by Ray Miller, Inc." and Supplement 1, dated October 26, 1983 and Supplement 2, dated December 9, 1983.

The Bulletin contained data regarding apparently fraudulent products sold by Ray Miller, Inc. and requested certain actions by licensees. Attachments 1 and 2 of the Bulletin contained data listings of apparently fraudulent Ray Miller, Inc. products identified by the NRC. Supplements 1 and 2 of the Bulletin contained the results of the NRC survey of non-licensee companies that received apparently fraudulent material from Ray Miller, Inc.

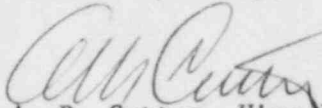
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In response to this Bulletin, Attachment 1 provides the actions taken relative to all CP&L nuclear sites. Should you have any questions concerning this letter, do not hesitate to contact a member of our Licensing Staff.

Yours very truly,



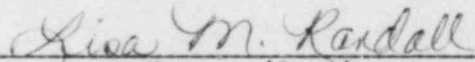
A. B. Cutter, Vice President
Nuclear Engineering & Licensing

PPC/pgp (9728PPC)

cc: Mr. B. C. Buckley (NRC)	Mr. Wells Eddleman
Mr. Grotenhuis (NRC)	Dr. Phyllis Lotchin
Mr. G. F. Maxwell (NRC-SHNPP)	Mr. G. Requa (NRC)
Mr. D. O. Myers (NRC-BSEP)	Mr. John D. Runkle
Mr. J. P. O'Reilly (NRC-RII)	Mr. S. Weise (NRC-HBK)
Mr. Travis Payne (KUDZU)	Dr. Richard D. Wilson
Mr. Daniel F. Read (CHANGE/ELP)	Mr. G. O. Bright (ASLB)
Chapel Hill Public Library	Dr. J. H. Carpenter (ASLB)
Wake County Public Library	Mr. J. L. Kelley (ASLB)

A. B. Cutter, having been first duly sworn, did depose and say that the information contained herein is true and correct to the best of his information, knowledge and belief; and the sources of his information are officers, employees, contractors, and agents of Carolina Power & Light Company.

My commission expires: 5/8/88


Notary (Seal)



Attachment 1

Bulletin Item 1

Action Item 1 required identification of those companies listed in Attachments 1 and 2 of the Bulletin that supplied materials or services to BSEP, HBR, and SHNPP (including subcontractors as well as major contractors).

In August 1983, CP&L sent letters to all the companies listed in Attachments 1 and 2 of the Bulletin to determine if any of these companies supplied items to CP&L which may have included material supplied by Ray Miller, Inc. Specifically, the following information was requested by CP&L:

1. To your knowledge, have you received material supplied by Ray Miller, Inc., through a subcontractor or distributor?
2. Was any Ray Miller, Inc. material, that was received directly or indirectly by your company, supplied to CP&L in any form?

A second letter was sent to those companies which did not respond to the first letter. As of the end of February 1984, approximately 75 percent of the companies have responded. No Ray Miller, Inc. supplied material has been identified by the respondent companies as being supplied to CP&L. Carolina Power & Light Company will continue to seek responses from the remaining companies and will report the status by June 1, 1984.

Carolina Power & Light Company also requested their Nuclear Steam Supply System vendors (Westinghouse and General Electric) and their Architect Engineers (Ebasco and United Engineers and Constructors) to investigate the materials used and supplied during the construction phase of the nuclear sites. The results of these investigations indicate that no Ray Miller material was procured or used at any CP&L nuclear site during the original plant construction.

During the construction of the Brunswick Steam Electric Plant Unit Nos. 1 and 2, Brown & Root Company served as CP&L's agent. Construction procurement through Brown & Root was also reviewed by CP&L and it was determined that no purchases were made directly from Ray Miller. Carolina Power & Light Company is investigating Brown & Root procurement to determine if Ray Miller material was supplied indirectly to BSEP. Results of this investigation will be reported to the NRC by August 1, 1984.

Carolina Power & Light Company has also reviewed plant operations, general office engineered plant modification and construction (post commercial operation) procurement for any indications that materials used may have been supplied by Ray Miller, Inc. No Ray Miller, Inc. materials were identified in these investigations as being supplied to or used by CP&L.

Carolina Power & Light Company's own construction department has also investigated their procurement and determined that no Ray Miller, Inc. material was supplied or used at CP&L.

Items 1(b) and (c) are not applicable for CP&L. Item 1(d) was looked at by CP&L in that our investigations concentrated on any materials supplied by Ray Miller, Inc. Items 2 and 3 are not applicable for CP&L.

Bulletin Item 4

This attachment provides the report of CP&L's actions for Items 1 through 3.

Generic Concerns of the Bulletin

The Bulletin additionally requested a review of the general concerns expressed in the Bulletin for applicability to CP&L. Our review indicates that the general concerns are applicable to CP&L. As part of our review, we are investigating the possibility of additional inspection and testing during receipt inspection to strengthen A program capabilities in detection of fraudulently supplied material. This investigation is scheduled to be completed during the first quarter of 1984. Carolina Power & Light Company will submit a report describing the results of the investigation and a schedule for implementation of any actions resulting therefrom by June 1, 1984.

Bulletin Supplement 1 and 2

Carolina Power & Light Company was not identified in Supplement 1 as an end user or secondary recipient. Carolina Power & Light Company was identified in Supplement 2 as a secondary recipient. The NRC notified CP&L, per letter dated November 9, 1983, that a non-licensee company, Forma Scientific, Inc., had identified CP&L as a secondary recipient of apparently fraudulent material purchased from Ray Miller, Inc. Results of subsequent investigation by Forma Scientific, Inc. determined that no Ray Miller, Inc. material was supplied to CP&L. Forma Scientific provided the NRC with this information by copy of a letter dated February 3, 1984.

Conclusion

At this time, no Ray Miller, Inc. material has been determined as being supplied to CP&L. If CP&L identifies or receives any notification involving the provision of Ray Miller, Inc. supplied material at Brunswick Steam Electric Plant, Shearon Harris Nuclear Power Plant, or H. B. Robinson Steam Electric Plant, CP&L will notify the NRC and initiate appropriate action.