June 6, 2003

Mr. Bryce L. Shriver Senior Vice President and Chief Nuclear Officer PPL Susquehanna, LLC 769 Salem Blvd., NUCSB3 Berwick, PA 18603-0467

SUBJECT: SUSQUEHANNA STEAM ELECTRIC STATION - INSPECTION OF NUCLEAR REACTOR SAFEGUARDS INTERIM COMPENSATORY MEASURES, TEMPORARY INSTRUCTION 2515/148, REVISION 1, INSPECTION REPORT NOS. 50-387/03-007, 50-388/03-007

Dear Mr. Shriver:

On April 24, 2003, the U.S. Nuclear Regulatory Commission (USNRC) completed a special inspection at the Susquehanna Steam Electric Station (SSES), in accordance with Temporary Instruction 2515/148, Revision 1, "Inspection of Nuclear Reactor Safeguards Interim Compensatory Measures." The enclosed report documents the inspection findings which were discussed on April 24, 2003, with Mr. Roland Ferentz, Manager of Security, and other members of your staff.

This inspection examined activities conducted under your license as they relate to safety and to compliance with the Commission's rules and regulations, and with the conditions of your license. The specific purpose of this inspection was to verify that Pennsylvania Power and Light (PPL) effectively implemented the interim compensatory measures (ICMs) at SSES imposed by the Order Modifying License issued February 25, 2002; and that the ICMs were successfully incorporated into your site physical protection strategy and security program. Additionally, the objective of the inspection was to ensure that relevant procedures were developed and implemented, and that interface agreements with offsite organizations were developed and coordinated, as required. The inspectors reviewed selected procedures and records, observed activities, and interviewed personnel.

Based on the results of this inspection, no findings of significance were identified. The inspection team verified and confirmed that PPL had effectively implemented the specifications of the Order Modifying License issued February 25, 2002 at the Susquehanna Steam Electric Station.

Mr. Bryce L. Shriver

In accordance with 10 CFR 2.790 of the NRC's "Rules of Practice," a copy of this letter, without enclosure will be made available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at http://www.nrc.gov/reading-rm/adams.html (the Public Electronic Reading Room).

Should you have any questions concerning this inspection, we will be pleased to discuss them with you.

Sincerely,

## /RA by R. V. Crlenjak Acting for/

Wayne D. Lanning, Director Division of Reactor Safety

Docket Nos. 50-387, 50-388 License Nos. NPF-14, NPF-22

Enclosure: NRC Inspection Report Nos. 50-387/03-07, 50-388/03-07 (CONTAINS SAFEGUARDS INFORMATION (SGI)) w/Attachment: Supplemental Information

cc w/o encl w/o SGI:

- J. H. Miller, President PPL Generation, LLC
- R. L. Anderson, Vice President Nuclear Operations for PPL Susquehanna LLC
- R. A. Saccone, General Manager Nuclear Engineering
- A. J. Wrape, III, General Manager, Nuclear Assurance
- T. L. Harpster, General Manager Plant Support
- K. Roush, Manager, Nuclear Training
- G. F. Ruppert, Manager, Nuclear Operations
- J. D. Shaw, Manager, Station Engineering
- T. P. Kirwin, Manager, Nuclear Maintenance
- R. M. Paley, Manager, Work Management
- Director, Bureau of Radiation Protection
- R. E. Smith, Jr., Manager, Radiation Protection
- W. F. Smith, Jr., Manager, Corrective Action & Assessments
- D. F. Roth, Manager, Quality Assurance
- R. R. Sgarro, Manager, Nuclear Regulatory Affairs
- R. Ferentz, Manager Nuclear Security
- C. D. Markley, Supervisor Nuclear Regulatory Affairs
- M. H. Crowthers, Supervising Engineer
- H. D. Woodeshick, Special Office of the President

Mr. Bryce L. Shriver

cc w/o encl w/o SGI: (Cont'd) B. A. Snapp, Esquire, Associate General Counsel, PPL Services Corporation R. W. Osborne, Allegheny Electric Cooperative, Inc. Board of Supervisors, Salem Township J. Johnsrud, National Energy Committee Supervisor - Document Control Services Commonwealth of Pennsylvania (c/o R. Janati, Chief, Division of Nuclear Safety, Pennsylvania Bureau of Radiation Protection) Mr. Bryce L. Shriver

Distribution w/o encl w/o SGI: H. Miller, RA/J. Wiggins, DRA (1) Inspection Reports M. Shanbaky, DRP D. Florek, DRP S. Iyer, DRP A. Kugler, RI EDO Coordinator R. Laufer, NRR R. Guzman, NRR T. Colburn, PM, NRR D. Skay, NRR (Backup) Region I Docket Room (with concurrences) W. Lanning, DRS R. Crlenjak, DRS J. White, DRS D. Silk, DRS T. Walker, ORA A. Blamey, DRS

Distribution w/encl w/SGI:

- P. Frechette, DRS
- D. Caron, DRS
- S. Hansell- NRC Senior Resident Inspector
- R. Ferentz, Manager of Security, SSES
- B. Westreich, NSIR

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| NAME   | DCaron<br>05/27/03     |   |           |  | ABlamey              |  |        |  | JWhite (GCS for)<br>05/28/03 |  |
| DATE   |                        |   |           |  | 05/27/03             |  |        |  |                              |  |
| OFFICE | RI/DRP                 | Ν | SIR       |  | RI/DRS               |  |        |  |                              |  |
| NAME   | MShanbaky<br>(DJF for) | - |           |  | VLanning (RVC<br>or) |  |        |  |                              |  |
| DATE   | 06/02/03 0             |   | 6/02/03 0 |  | 06/06/03             |  |        |  |                              |  |