

November 22, 2002

Mr. William Kanda  
Vice President - Nuclear  
FirstEnergy Nuclear Operating Company  
P.O. Box 97, A200  
Perry, OH 44081

SUBJECT: USNRC SAFEGUARDS INSPECTION OF COMPLIANCE WITH ORDER  
INSPECTION REPORT 50-440/02-07

Dear Mr. Kanda:

On October 3, 2002, the U.S. Nuclear Regulatory Commission (USNRC) completed a special inspection at Perry Nuclear Power Plant. The enclosed report documents the inspection findings which were discussed on October 3, 2002, with Mr. Timothy Rausch and other members of your staff.

This inspection examined activities conducted under your license as they relate to safety and to compliance with the Order issued on February 25, 2002, which required your site to implement specific measures related to security of your facility. The inspectors utilized Temporary Instruction 2515/148 to verify implementation of the Order as clarified in your responses dated March 18, 2002, and June 6, 2002. Within these areas, the inspection consisted of a selected examination of procedures and representative records, observations of activities, and interviews with personnel.

Based on the results of this inspection, no findings of significance were identified.

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).

W. Kanda

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

Sincerely,

*/RA/*

James R. Creed  
Safeguards Program Manager  
Division of Reactor Safety

Docket No. 50-440  
License No. NPF-58

Enclosure: NRC Inspection Report 50-440/02-07(DRS)  
**SAFEGUARDS INFORMATION**

cc w/encl w/SAFEGUARDS

INFORMATION: B. Saunders, President - FENOC  
K. Ostrowski, Director, Nuclear  
Maintenance Department  
V. Higaki, Manager, Regulatory Affairs  
J. Messina, Director, Nuclear  
Services Department  
T. Lentz, Director, Nuclear  
Engineering Department  
T. Rausch, Plant Manager,  
Nuclear Power Plant Department  
NSIR/DNS/RSOS

cc w/encl w/o SAFEGUARDS

INFORMATION: Public Utilities Commission of Ohio  
Ohio State Liaison Officer  
R. Owen, Ohio Department of Health

W. Kanda

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INFORMATION: Public Utilities Commission of Ohio  
Ohio State Liaison Officer  
R. Owen, Ohio Department of Health

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U.S. NUCLEAR REGULATORY COMMISSION

REGION III

Docket No: 50-440  
License No NPF-58

Report No: 50-440/02-07

Licensee: FirstEnergy Nuclear Operating Company (FENOC)

Facility: Perry Nuclear Power Plant, Unit 1

Location: P.O. Box 97 A200  
Perry, OH 44081

Dates: September 30, 2002 through October 3, 2002

Inspectors: James L. Belanger, Senior Physical Security Inspector  
Ray Powell, Senior Resident Inspector  
Steven Orth, Senior Radiation Specialist  
Donald E. Funk, Jr., Physical Security Inspector

Approved by: James R. Creed  
Safeguards Program Manager  
Division of Reactor Safety

## **SUMMARY OF FINDINGS**

IR05000440-02-07(DRS); First Energy Nuclear Operating Company; on 09/30/02-10/03/02, Perry Nuclear Power Plant. Temporary Instruction 2515/148.

The inspection was conducted by regional physical security inspectors, the senior resident inspector, and a regional radiation specialist. No findings of significance were identified.