

March 9, 2001

LICENSEE: Arizona Public Service Company

FACILITIES: Palo Verde Nuclear Generating Station, Unit 2

SUBJECT: MEETING WITH ARIZONA PUBLIC SERVICE COMPANY ON THE
STATUS OF THE POWER UPRATE AND STEAM GENERATOR
REPLACEMENT FOR PALO VERDE NUCLEAR GENERATING
STATION, UNIT 2

A meeting was held on Wednesday, February 21, 2001, between the Nuclear Regulatory Commission (NRC) staff and the licensee for Palo Verde Nuclear Generating Station, Unit 2. The meeting was held at the request of the licensee to keep the NRC informed about the licensee's plans for a power uprate application and steam generator (SG) replacement for Unit 2. The notice for the meeting was issued on January 25, 2001.

The licensee plans to replace both Unit 2 SGs during the Fall 2003 refueling outage with SGs being fabricated in Milan, Italy, by Ansaldo. The SGs have an improved steam dryer design, and have 26 percent more heat transfer area, and use Inconel 690 steel for the tubes. The licensee is planning to take advantage of the increased SG capacity by also requesting NRC approval for a power uprate for Unit 2. The licensee stated that it will submit its application for the power uprate in June 2001, and will request approval by June 2002.

This meeting is the fourth presentation by the licensee on this subject. The previous meeting summaries were issued by the NRC staff on May 7, 1998, April 19, 1999, and June 1, 2000.

Enclosure 1 is the list of attendees, and Enclosure 2 is the handout provided by the licensee at the meeting. The agenda for the meeting is page 3 of Enclosure 2. The NRC staff did not provide a handout at the meeting. There was no discussion of any current licensing actions under NRC staff review for the unit, and the licensee has not submitted an application for either the power uprate or steam generator replacement. There were no decisions made by the NRC staff.

Docket No. STN 50-529

Enclosures: 1. List of Meeting Attendees
2. Licensees' Handout (ADAMS Accession No. ML010520414)

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NAME	JDonohew:am	MMcAllister	SDembek
DATE	3/8/2001	3/8/01	3/8/01

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LIST OF ATTENDEES AT MEETING OF FEBRUARY 21, 2001

POWER UPRATE AND STEAM GENERATOR REPLACEMENT

FOR PALO VERDE UNIT 2

<u>NAME</u>	<u>AFFILIATION</u>
J. Donohew	NRC/NRR/PDIV-2
J. Tsao	NRC/NRR/EMCB
N. Trehan	NRC/NRR/EEIB
M. Caruso	NRC/NRR/SPSB
R. Bernier	APS
C. Churchman	APS
S. Bauer	APS
M. Karbassiam	APS
K. Grurnspan	APS
A. Kilic	APS
P. Clifford	APS
G. Sowers	APS
D. Salter	HGP, Inc.
H. Fontecilla	APS Consultant
E. Hiruo	Platts Nuclear Publications
M. Golbabai	Westinghouse Electric Company

Where:

NRC	= Nuclear Regulatory Commission
NRR	= Office of Nuclear Reactor Regulation
EEIB	= Electrical and Instrumentation and Controls Branch
PDIV-2	= Project Directorate IV-2
SPSB	= Probabilistic Safety Assessment Branch
APS	= Arizona Public Service Company

Palo Verde Generating Station, Units 1, 2, and 3

cc:

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