

November 22, 2002

Mr. Gregg R. Overbeck  
Senior Vice President, Nuclear  
Arizona Public Service Company  
P. O. Box 52034  
Phoenix, AZ 85072-2034

SUBJECT: PALO VERDE NUCLEAR GENERATING STATION, UNIT 1 - WITHDRAWAL  
OF AMENDMENT REQUEST ON THE STEAM GENERATOR TUBE  
INSPECTION (TAC NO. MB6378)

Dear Mr. Overbeck:

In your letter of September 26, 2002 (102-04844), you requested a change to Section 5.5.9, "Steam Generator (SG) Tube Surveillance Program," of the Technical Specifications for the Palo Verde Nuclear Generating Station, Unit 1. The staff's review of the proposed amendment resulted in several conference calls with your staff to understand the information provided in your application and your submittal of supplemental information in the letter dated October 23, 2002 (102-04856). Although you requested that the amendment be issued on an exigent basis before plant entry into Mode 4 in the restart of Unit 1 from its refueling outage, the staff issued its letter dated October 25, 2002, stating that the amendment was not needed for the restart of Unit 1.

Based on the staff's October 25, 2002, letter you submitted a letter dated November 19, 2002 (102-04865), stating that you wanted to withdraw the proposed amendment request for Unit 1. The NRC staff does not object to your withdrawal of the proposed amendment for Unit 1. This is based on the staff's intent to issue generic guidance on this matter in the near future, and our understanding that you will attempt to pursue resolution of this issue on a generic basis, and submit a future license amendment request as appropriate in light of the generic resolution of this issue.

Sincerely,

*/RA/*

Jack Donohew, Senior Project Manager, Section 2  
Project Directorate IV  
Division of Licensing Project Management  
Office of Nuclear Reactor Regulation

Docket No. STN 50-528

cc: See next page

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

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Sincerely,

**/RA/**

Jack Donohew, Senior Project Manager,  
Section 2  
Project Directorate IV  
Division of Licensing Project Management  
Office of Nuclear Reactor Regulation

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**NRR-106**

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