### UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION

# BEFORE THE ATOMIC SAFETY AND LICENSING BOARD

In the Matter of

HOUSTON LIGHTING AND POWER CO., et al (South Texas Project, Units 1 and 2)

TEXAS UTILITIES GENERATING COMPANY (Comanche Peak Steam Electric Station, Units 1 and 2) Docket Nos. 50-498A 50-499A

Docket Nos. 50-445A 50-446A

# REPORT OF THE DEPARTMENT OF JUSTICE - JULY, 1979

Pursuant to the Order dated June 21, 1978, issued by the Atomic Safety and Licensing Board ("Board"), the Department of Justice ("Department") submits this report on the progress made in completing discovery during the month of July, 1979.

On July 3, 1979, the Department filed a joint motion with the Staff of the Nuclear Regulatory Commission ("Staff") for the issuance of subpoenas for depositions and document examinations to take place during the period of July through October, 1979. At the same time, the Department filed a joint motion with the Staff for partial reconsideration of the Board's Order of June 25, 1979, terminating discovery at

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the end of October. As part of this latter motion, the Department and the NRC applied for the issuance of additional subpoenas for depositions and document examinations to take place during the months of November and December, 1979. On July 10, 1979, the Staff filed a joint application with the Department for the issuance of other subpoenas for depositions and document examinations. The joint motion for partial reconsideration was granted by the Board in an Order, dated July 24, 1979. All of the requested subpoenas were issued and, to the best of the Department's information and belief, have been served. The parties are now in the midst of an intense period of depositions as a result of these subpoenas and as a result of other subpoenas issued by the Board in response to applications by Houston Lighting and Power Company ("HL&P") and Texas Utilities Generating Company ("TUGCO").

In preparation for these depositions, on July 13, 1979, the Department filed its first supplemental response to TUGCO's first set of interrogatories and request for production of documents and to HL&P's second set of interlogatories and request for production of document (containing updated information with respect to its expert witnesses). Additionally, during the month of July, the parties began a voluntary process of exchanging lists and/or copies of prior testimony and/or publications of expert witnesses who are likely to testify in these proceedings.

On July 3, 1979, the Department received from HL&P certain documents responsive to the Department's initial discovery request. HL&P had initially withheld these documents under a claim of privilege. Certain other documents which had been withheld, however, remained the subject of disagreement between the Department and counsel for HL&P. On July 11, 1979, the Department filed a motion to compel production of those documents. On July 24, 1979, HL&P filed a motion for an extension of time within which to respond to the Department's motion to compel. By Order dated July 25, 1979, the Board granted the motion for an extension of time and set August 6, 1979 as HL&P's deadline for responding to the Department's motion. \*/

During the month of July, the Department also executed the acknowledgment provided for in the "Stipulation to Protective Order," signed by Chairman Miller on July 23, 1979, regarding production of documents by Gulf States Utilities Company ("GSU"). Those documents were then produced to the Department and the Department is in the process of having them copied for the Staff and the Public

<sup>\*/</sup> It should be noted that, in July, the Department also received supplemental answers from TUGCO to the Department's first discovery request.

Utilities Board of the City of Brownsville. Additionally, the Department has received from the attorney for GSU brief summaries of documents pertaining to negotiations between Sam Rayburn Dam Cooperative and GSU and pertaining to purportedly privileged attorney-client communications. The Department is currently in the process of reviewing the GSU documents and the privilege list. Also, during July, the Department continued to receive and is reviewing documents from Central Power & Light Company and Southwestern Electric Power Company ("SWEPCO").

Finally, the Department wishes to call to the attention of the Board and to the attention of all parties to these proceedings the fact that Judith L. Harris, presently lead counsel for the Department, will be leaving the Washington office of the Department's Antitrust Division in the middle of August for a temporary assignment to the San Francisco Field Office. She will be replaced as lead counsel by Susan B. Cyphert. Ms. Harris' new address and phone number will be: San Francisco Field Office, Antitrust Division, U.S. Department of Justice, Box 36046, 450 Golden Gate Blvd., San Francisco, California 94102; phone number (415) 556-6300.

Respectfully submitted,

Judith L. Harris Susan B. Cyphert Ronald H. Clark

Frederick H. Parmenter

Attorneys, Energy Section Antitrust Division U.S. Department of Justice Washington, D.C. 20530

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TEXAS UTILITIES GENERATING )
COMPANY (Comanche Peak Steam )
Electric Station, Unit 1 )
and 2)

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## CERTIFICATE OF SERVICE

I hereby certify that service of the foregoing REPORT OF THE DEPARTMENT OF JUSTICE - JULY, 1979 has been made on the following parties listed hereto this 3rd day of August, 1979, by depositing copies thereof in the United States mail, first class, postage prepaid.

Marshall E. Miller, Esquire Chairman

Atomic Safety & Licensing Board U.S. Nuclear Regulatory Panel Commission

U.S. Nuclear Regulatory Commission

Washington, D. C. 20555

Michael L. Glaser, Esquire 1150 17th Street, N.W. Washington, D. C. 20036

Sheldon J. Wolfe, Esquire Atomic Safety & Licensing Board Panel

U.S. Nuclear Regulatory Commission

Washington, D. C. 20555

Samuel J. Chilk, Secretary Office of the Secretary of the Commission

U.S. Nuclear Regulatory Commission

Washington, D. C. 20555

Atomic Safety and Licensing Appeal Board Panel U.S. Nuclear Regulatory Commission Washington, D. C. 20555

Richard S. Salzman, Esquire U.S. Nuclear Regulatory Commission Washington, D. C. 20555

Jerome E. Sharfman, Esquire U.S. Nuclear Regulatory Commission Washington, D. C. 20555

Chase R. Stephens, Secretary Docketing and Service Branch U.S. Nuclear Regulatory Commission Washington, D. C. 20555

Jerome Saltzman
Chief, Antitrust and
Indemnity Group
U.S. Nuclear Regulatory
Commission
Washington, D. C. 20555

Roff Hardy
Chairman and Chief Executive
Officer
Central Power and Light
Company
P. O. Box 2121
Corpus Christi, Texas 78403

G. K. Spruce, General Manager City Public Service Board P.O. Box 1771 San Antonio, Texas 78203

Perry G. Brittain
President
Texas Utilities Generating
Company
2001 Bryan Tower
Dallas, Texas 75201

R.L. Hancock, Director City of Austin Electric Utility Department P. O. Box 1088 Austin, Texas 78767

G. W. Oprea, Jr.
Executive Vice President
Houston Lighting & Power
Company
P. O. Box 1700
Houston, Texas 77001

Jon C. Wood, Esquire
W. Roger Wilson, Esquire
Matthews, Nowlin, Macfarlane
& Barrett
1500 Alamo National Building
San Antonio, Texas 78205

Joseph Gallo, Esquire Richard D. Cudahy, Esquire Robert H. Loeffler, Esquire Isham, Lincoln & Beale Suite 701 1050 17th Street, N.W. Washington, D. C. 20036 Michael I. Miller, Esquire Richard E. Powell, Esquire David M. Stahl, Esquire Thomas G. Ryan, Esquire Martha E. Gibbs, Esquire Isham, Lincoln & Beale One First National Plaza Chicago, Illinois 60603

Roy P. Lessy, Esquire Michael Blume, Esquire U.S. Nuclear Regulatory Commission Washington, D. C. 20555

City Attorney,
Richard C. Balough, Esquire
Assistant City Attorney
City of Austin
P.O. Box 1088
Austin, Texas 78767

Robert C. McDiarmid, Esquire. Robert A. Jablon, Esquire Spiegel and McDiarmid 2600 Virginia Avenue, N.W. Washington, D. C. 20036

Dan H. Davidson City Manager City of Austin P. O. Box 1088 Austin, Texas 78767

Don R. Butler, Esquire 1225 Southwest Tower Austin, Texas 78701

Joseph Irion Worsham, Esquire Merlyn D. Sampels, Esquire Spencer C. Relyea, Esquire Worsham, Forsythe & Sampels 2001 Bryan Tower, Suite 2500 Dallas, Texas 75201

Joseph Knotts, Esquire Nicholas S. Reynolds, Esquire Debevoise & Liberman 1200 17 Street, N.W. Washington, D. C. 20036 Douglas F. John, Esquire Akin, Gump, Hauer & Feld 1333 New Hampshire Avenue, N.W. Suite 400 Washington, D. C. 20036

Morgan Hunter, Esquire
McGinnis, Lochridge & Kilgore
5th Floor, Texas State Bank
Building
900 Congress Avenue
Austin, Texas 78701

Jay M. Galt, Esquire Looney, Nichols, Johnson & Hayes 219 Couch Drive Oklahoma City, Oklahoma 73101

Knoland J. Plucknett
Executive Director
Committee on Power for the
Southwest, Inc.
5541 East Skelly Drive
Tulsa, Oklahoma 74135

John W. Davidson, Esquire Sawtelle, Goode, Davidson & Tioilo 1100 San Antonio Savings Building San Antonio, Texas 78205

W. S. Robson
General Manager
South Texas Electric
Cooperative, Inc.
Route 6, Building 102
Victoria Regional Airport
Victoria, Texas 77901

R. Gordon Gooch, Esquire John P. Mathis, Esquire Baker & Botts 1701 Pennsylvania Avenue, N.W. Washington, D. C. 20006

Robert Lowenstein, Esquire
J. A. Bouknight, Esquire
William J. Franklin, Esquire
Lowenstein, Newman, Reis,
Axelrad & Toll
1025 Connecticut Avenue, N.W.
Washington, D. C. 20036

E. W. Barnett, Esquire Charles G. Thrash, Jr., Esquire J. Gregory Copeland, Esquire Theodore F. Weiss, Jr., Esquire Baker & Botts 3000 One Shell Plaza Houston, Texas 77002

Kevin B. Pratt, Esquire Assistant Attorney General P.O. Box 12548 Capital Station Austin, Texas 78711

Frederick H. Ritts, Esquire Law Offices of Northcutt Ely Watergate 600 Building Washington D.C. 20037

Judith L. Harris, Attorney
Energy Section
Antitrust Division
Department of Justice