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

SUPPLEMENTAL RESPONSE OF THE DEPARTMENT OF JUSTICE TO THE THIRD SET OF INTERROGATORIES AND REQUESTS FOR PRODUCTION OF DOCUMENTS FROM HOUSTON LIGHT-ING & POWER COMPANY TO ANTITRUST DIVISION, U.S. DEPT. OF JUSTICE

Pursuant to 10 C.F.R. § 2.740(e), the Department of
Justice ("Department"), based upon its present belief and
the information presently in its possession, hereby provides
this supplemental response 1/ to Houston Lighting & Power's
("HL&P") "Third Set of Interrogatories and Requests for
Production of Documents from Houston Lighting & Power
Company to Antitrust Division, U.S. Dept. of Justice," dated
December 18, 1979. The Department objects to the repetitive
and duplicative nature of a substantial number of the
interrogatory requests contained herein since many of
these interrogatories were previously asked by HL&P in its
First Set of Interrogatories. Furthermore, the Department
objects since it has provided HL&P with the opportunity to

^{1/} Department of Justice Motion for Extension of Time To Answer Third Set of Interrogatories and Requests for Production of Documents from Houston Lighting & Power Company, dated December 26, 1979 at 2.

inspect many of the documents it now seeks in connection with the Department's Third Supplemental Response to Second Set on Interrogatories and Requests for Production of Documents from Houston Lighting Power Company to Antitrust Division U.S. Department of Justice, dated November 27, 1979. The Department has nevertheless attempted to provide full and complete responses to these interrogatory requests and will make the documents requested available for inspection on reasonable notice. The Department, however, expressly reserves its rights, in accordance with 10 C.F.R. § 2.740(e) to add to, alter amend or modify the information provided herein, prior to trial.

HL&P Interrogatory 1(a)

With respect to the Comanche Peak OL advice letter,
(a) identify those persons with whom the Division communicated in the course of its Comanche Peak operating license review; and

Department's Response to HL&P Interrogatory 1(a)

These individuals were identified in the "Response of the Department of Justice to Applicant's First Request for Production of Documents and Answer to Interrogactories" ("Department's First Interrogatory Response") to HL&P Interrogatory 5(a), filed on October 10, 1978.

HL&P Interrogatory 1(b)

Provide all documents which relate to such communications or otherwise to the advice rendered.

Department's Response to HL&P Interrogatory 1(b)

These documents were supplied to HL&P along with the Department's First Interrogatory Response to HL&P Interrogatory 5(a), filed in October 10, 1978.

HL&P Interrogatory 2(a)

With respect to the Comanche Peak TMPA advice letter,

(a) identify those persons with whom the Division communicated in the course of its antitrust review in connection with this letter;

Department's Response to HL&P Interrogatory 2(a)

Curtis Maynard Mid-South Electric Cooperative Association

Derrel London Hunt-Collin electric Cooperative, Inc.

Bobby E. Sullivan Robertson Electric Cooperative, Inc.

Bob Corder The City of Garland

George Humphries The City of Garland

Pete Eckert City Attorney, City of Garland

Ernest Tullos The City of Denton

Gailord White The City of Bryan

Gary Hurse City of Greenville

Olan Steele City of Greenville

Joel Rodgers Texas Municipal Power Agency Ed Greer Texas Municipal Power Agency

J. Rodney Lee Counsel for Texas Municipal Power Agency

HL&P Interrogatory 2(b)

Provide all documents which relate to such communications or otherwise to the advice rendered.

Department's Response to HL&P Interrogatory 2(b)

Some of the documents responsive to this interrogatory request were provided to HL&P counsel for inspection on January 14 and 15, 1980. The Department has also inspected the files of TMPA in connection with these proceedings. The documents selected by the Department from that search are available for HL&P to review at the offices of the Department on reasonable notice.

HL&P Interrogatory 3(a)

With respect to the Comanche Peak Brazos advice letter,

Identify the persons with whom the Division communicated in the course of its antitrust review in connection with this letter:

Department's Response to HL&P Interrogatory 3(a)

James E. Monahan Brazos Electric Power Cooperative, Inc.

W.B. Townsend Brazos Electric Power Cooperatives, Inc.

J.D. Copeland Brazos Electric POwer Cooperative, Inc.

Ross Segrest Private Consultant

Coke Mills Counsel for Brazos Electric Power Cooperative

HL&P Interrogatory 3(b)

Provide all documents which relate to such communications or otherwise to the advice rendered.

Department's Re ponse to HL&P Interrogatory 3(b)

The documents requested in this portion of the interrogatory were made available to HL&P with the Department's "Third Supplemental Response of the Department of Justice to the Second Set of Interrogatories and Requests for Production of Documents from Houston Lighting & Power Company to Antitrust Division, U.S. Dept. of Justice," dated November 27, 1979. HL&P has already inspected these documents on January 14 and 15, 1980.

HL&P Interrogatory 4(a)

With respect to each alleged intrastate only restriction identified in the Comanche Peak TMPA advice letter.

Department's Response to HL&P Interrogatory 4(a)

The documents responsive to this request include the documents provided to the Department by Texas Utilities

Company's ("TU") and HL&P, the documents provided to the Department during discovey, to which HL&P and TU have had access, and the documents provided to the Department by other parties. Any documents the Department has which have not been produced either by HL&P or TU, or in discovery, are available to HL&P to review at the offices of the Department on reasonable notice.

HL&P Interrogatory 4(b)

State whether the Division contends that Houston directly influenced, participated in the negotiations for, is a party to, or is otherwise responsible for, each such alleged intrastate only provision;

Department's Response to HL&P Interrogatory 4(b)

Yes.

HL&P Interrogatory 4(c)

Unless your answer to subpart (b) is an unqualified negative, identify and provide all evidence relating to your answer to subpart (b).

Department's Response to HL&P Interrogatory 4(c)

Refer to Department's Supplemental Response to 1(a) of Department's First Interrogatory Response, filed herein on February 1, 1980.

HL&P Interrogatory 5(a)

With respect to the 1973 agreement between the City of Garland and TP&L, as described in the Comanche Peak advice letter, (a) State whether the Division contends that Houston directly influenced, participated in the negotiations for, is a party to, or is otherwise responsible for, the 1973 agreement between the City of Garland and TP&L;

Department's Response to HL&P Interrogatory 5(a)

No.

HL&P Interrogatory 5(c)

For each year this agreement was in effect, state the amount of electricity consumed in the marketing area(s) which was (were) the subject of this agreement.

Department's Response to HL&P

The Department does not have this information at the present time.

HL&P Interrogatory 6(a)

With respect to each alleged intrastate only restriction identified in the Comanche Peak Brazos advice letter,

Provide a copy of the contract or agreement containing each such restriction or, if oral, state the terms of such contract or agreement;

Department's Response to HL&P Interrogatory 6(a)

Refer to Department's Response to HL&P Interrogatory 4(a) herein.

HL&P Interrogatory 6(b)

State whether the Division contends that Houston directly influenced, participated in the negotiations for, is a party to, or is otherwise responsible for, each such alleged intrastate only provision;

Department's Response to HL&P Interrogatory 6(b)

Yes.

HL&P Interrogatory 6(c)

Unless your answer to subpart (b) is an unqualified negative, identify and provide all evidence relating to your answer to subpart (b).

Department's Response to HL&P Interrogatory 6(c)

Refer to Department's Response to HL&P Interrogatory 4(c) herein.

HL&P Interrogatory 7(a)-(c)

Identify all documents which the Division has received (i) by any method other than formal discovery procedures pursuant to 10 C.F.R. §§ 2.740-2.742 (ii) from any person other than Houston, TU, or an attorney, expert witness, or employee of Houston or TU (iii) in the course of either the South Texas or Comanche Peak antitrust proceeding. Include as part of such identification,

(a) the name of the person who furnished each such document to the Division,

- (b) the circumstances under which the Division received each such document, and
- (c) all objective identifying identification (for example, production or document control numbers) assigned to each such document by the Division.

Department's Response to HL&P Interrogatory 7(a)-(c)

a. The persons who furnished the Department with documents, outside of formal discovery are:

Workshop on Interconnection, Wheeling, and Pooling in the Southwest, held on November 29, 30, 1978 in Oklahoma City

Central & South West Corporation

Tex-La Cooperative

Brazos Electric Power Cooperative, Inc.

John Denison

Carl Stover, G.H. Guernsey & Co.

Spiegel & McDiarmid

Jim Morriss Texas Electric Cooperatives, Inc.

Western Farmers Electric Cooperative Cherokee County Electric Coop.

Southwest Power Administration

James Driver, Gate City Electric Cooperative

Fred Ritts, Counsel for Tex-La of Texas

Tom Ryan, formerly counsel for the operating subsidiary of CSW, Southwestern Electric Power Company

Counsel for CSW

Counsel for The City of Austin

Counsel for TMPA, Members of TMPA are the cities of Bryan, Doton, Greenville, at Garland

Johnnie Ammons, Tri-County Electric Cooperative

Wharton County Electric Cooperative

Community Public Service Company

Douglas Wright

City Manager of Hearne, Val Robertson Counsel for Gulf States

San Bernado Electric Cooperative

West Texas Utilities

Federal Power Commission/Federal Energy Regulatory Commission

Wood County Electric Cooperative

Rusk County Electric Cooperative

Houston County Cooperative

Deep East Texas Electric Cooperative

Upshur-Rural Electric Cooperative

National Electric Reliability Council

Louis Fish Arkansas Electric Cooperative Corp.

Mid-South Electric Cooperative

Middle South Services, Inc.

. b. The circumstances under which the Department obtained the above listed documents was either upon written or oral voluntary request or upon being offered such document by a person contacted by the Department for information relevant to these proceedings. HL&P has seen many of these documents

in the discovery during these proceedings or in discovery in West Texas Utilities Co. v. Texas Electric Service Co., et al.

c. The Department objects to the remainder of this interrogatory request on the grounds that it seeks to have the Department provide HL&P with an index of documents. This request is clearly beyond the scope of legitimate discovery. The Department has provided HL&P with either the actual documents it seeks or the opportunity to inspect any remaining documents.

Respectfully submitted,

Susan Braden Cyshert

Hrederick H. Parmenter

Attorneys, Energy Section Antitrust Division U.S. Department of Justice Telephone: (202 724-6667)

Washington, D.C. February 1, 1980

Subscribed and sworn to before me, a notary public, this lst day of February 1980.

My Commission expires ...

The Exercit Aug 14, 1601

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

CERTIFICATE OF SERVICE

I hereby certify that service of the foregoing SUPPLEMEN-TAL RESPONSE OF THE DEPARTMENT OF JUSTICE TO THE THIRD SET OF INTERROGATORIES AND REQUESTS FOR PRODUCTION OF DOCUMENTS FROM HOUSTON LIGHTING & POWER COMPANY TO ANTITRUST DIVISION, U.S. DEPT. OF JUSTICE has been made on the following parties listed hereto this 1st day of February 1980, by depositing copies thereof in the United States mail, first class, postage prepaid.

Marshall E. Miller, Esquire
Chairman
Atomic Safety & Licensing
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U.S. Nuclear Regulatory
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Washington, D.C. 20555

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Sheldon J. Wolfe, Esquire
Atomic Safety.& Licensing Board
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U.S. Nuclear Regulatory
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Washington, D.C. 20555

Samuel J. Chilk, Secretary
Office of the Secretary of the
Commission
U.S. Nuclear Regulatory
Commission
Washington, D.C. 20555

Alan S. Rosenthal, Esquire
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Michael C. Farrar, Esquire
Thomas S. Moore, Esquire
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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

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Chief, Antitrust and
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