In Reply Refer To: Dockets: 50-498/89-34 50-499/89-34

Houston Lighting & Power Company ATTN: G. E. Vaughn Group Vice President, Nuclear P.O. Box 289 Wadsworth, Texas 77483

## Gentlemen:

This refers to the team inspection conducted by NRC personnel and NRC consultants during the period September 18-22, 1989, of activities authorized by NRC Operating License Nos. NPF-76 and NPF-80 for South Texas Project, Units 1 and 2, and to the discussion of our findings with Messrs. S. L. Rosen and R. W. Chewning other members of your staff at the conclusion of the inspection.

Areas examined during the inspection included the programs which were implemented to ensure compliance with the requirements of 10 CFR 50.49, for environmental qualification of electrical equipment important to safety. Within these areas, the inspection consisted of selective examination of procedures and representative records, interviews with personnel, and observations by the inspectors. The inspection findings are documented in the enclosed inspection report.

During this inspection, it was found that certain of your activities were in violation of NRC requirements. Consequently, you are required to respond to these violations, in writing, in accordance with the provisions of Section 2.201 of the NRC's "Rules of Practice," Part 2, Title 10, Code of Federal Regulations. Your response should be based on the specifics contained in the Notice of Violation enclosed with this letter.

The response directed by this letter and the accompanying Notice is not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, PL 96-511.

An unresolved item related to the qualified lifetimes of certain solenoid operated valves is discussed in paragraph 4.c(1) of the enclosed report,

RIV:RI:PSS\* PWagner:lm / /89 RI:PSS\* CPaulk / /89 C:PSS\* TStetka / /89 D:DRS (18)

D:DRF JLMilhoan JO/17/89

\*previously concurred

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

Sincerely.

Original Signed By

James L. Milhoan, Director Division of Reactor Projects

Enclosures:

 Appendix A - Notice of Violation
 Appendix B - NRC Inspection Report 50-498/89-34 w/Attachments 50-499/89-34 w/Attachments

cc w/enclosures:
Brian Berwick, Esq.
Assistant Attorney General
Environmental Protection Division
P.O. Box 12548
Capitol Station
Austin, Texas 78711

Houston Lighting and Power Company ATTN: J. T. Westermeier, General Manager South Texas Project P.O. Box 289 Houston, Texas 77483

Houston Lighting and Power Company ATTN: M. A. McBurnett, Manager Operations Support Licensing P.O. Box 289 Wadsworth, Texas 77483

City of Austin Electric Utility ATTN: R. J. Miner, Chief Operating Officer (2 copies) 721 Barton Springs Road Austin, Texas 78704

City Public Service Board ATTN: R. J. Costello/M. T. Hardt P.O. Box 1771 San Antonio, Texas 78296 Bechtel Corporation ATTN: E. T. Molnar/L. W. Hurst P.O. Box 2166 Houston, Texas 77252-2166

Newman & Holtzinger, P. C. AYTN: Jack R. Newman, Esq. 1615 L Street, NW Washington, D.C. 20036

Central Power and Light Company ATTN: R. P. Verret/R. L. Range P.O. Box 2121 Corpus Christi, Texas 78403

Baker & Botts ATTN: Melbert Schwartz, Jr., Esc. One Shell Plaza Houston, Texas 77002

Doub, Muntzing and Glasgow Attorneys at Law Suite 400 808 Seventeenth Street, N.W. Waskington, D.C. 20006

INPG Records Center 1100 Circle 75 Parkway Atlanta, Georgia 36339-3064

U.S. Nuclear Regulatory Commission ATTN: Resident Inspector P.O. Box 910 Bay City, Texas 77414

Ms. Iris J. Jones Acting City Attorney City of Austin F.O. Box 1088 Austin, Texas 78767

Houston Lighting & Power Company
ATTN: S. L. Rosen, Vice President
Nuclear Engineering and
Construction
P.O. Rox 289

P.O. Box 289 Wadsworth, Texas 77483 Houston Lighting & Power Company ATTN: R. W. Chewning, Vice President Nuclear Operations P.O. Box 289 Wadsworth, Texas 77483

U.S. Nuclear Regulatory Commission ATTN: Regional Administrator, Region IV 611 Ryan Plaza Drive, Suite 1000 Arlington, Texas 76011

Office of the Governor ATTN: Ms. Darla Parker Office of Intergovernmental Relations Austin, Texas 78711

Mr. Joseph M. Hendrie 50 Bellport Lane Bellport, New York 11713

Bureau of Radiation Control State of Yexas 1101 West 39th Street Austin, Texas 78756

Judge, Matagorda County Matagorda County Courthouse 1700 Seventh Street Bay City, Texas 77414

Licensing Representative Houston Lighting and Power Company Suite 610 Three Metro Center Bethesda, Maryland 20814

Houston Lighting & Power Company ATTN: Rufus S. Scott, Associate General Counsel P.O. Box 1700 Houston, Texas 77001

bcc to DMB (IEO1)

bcc distrib. by RIV: \*DRP \*DRS

\*Section Chief (DRP/D)
\*MIS System

\*RPB-DRSS
\*RIV File
\*RSTS Operator
\*G. Dick, NRR Project Manager (MS: 13-D-18)
\*P. Wagner
\*T. Stetka
\*R. Moist, VPB, NRR

\*w/766