



UNITED STATES
NUCLEAR REGULATORY COMMISSION

REGION IV

611 RYAN PLAZA DRIVE, SUITE 400
ARLINGTON, TEXAS 76011-8064

APR 12 1994

Dockets: 50-498
50-499
Licenses: NPF-76
NPF-80

Houston Lighting & Power Company
ATTN: William T. Cottle, Group
Vice President, Nuclear
P.O. Box 289
Wadsworth, Texas 77483

SUBJECT: NRC INSPECTION REPORT 50-498/94-11; 50-499/94-11 (NOTICE OF VIOLATION)

This refers to the inspection conducted by Messrs. Joseph I. Tapia of this office and Dennis N. Boal of the Office of Investigations on March 14-18, 1994. The inspection included a review of activities authorized for your South Texas Project Electric Generating Station, Units 1 and 2, facility. At the conclusion of the inspection, the findings were discussed with those members of your staff identified in the enclosed report.

Areas examined during the inspection are identified in the report. Within these areas, the inspection consisted of selective examinations of procedures and representative records and interviews with personnel. The purpose of the inspection was to determine whether activities authorized by the license were conducted safely and in accordance with NRC requirements.

Based on the results of this inspection, certain licensed activities appeared to be in violation of NRC requirements, as specified in the enclosed Notice of Violation (Notice). The violations are of concern because they represent (1) an inadequate understanding of NRC notification requirements and (2) inadequate verification of information submitted to the NRC.

You are required to respond to this letter and should follow the instructions specified in the enclosed Notice when preparing your response. In your response, you should document the specific actions taken and any additional actions you plan to prevent recurrence. After reviewing your response to this Notice, including your proposed corrective actions and the results of future inspections, the NRC will determine whether further NRC enforcement action is necessary to ensure compliance with NRC regulatory requirements.

In accordance with 10 CFR 2.790 of the NRC's "Rules of Practice," a copy of this letter and its enclosures will be placed in the NRC Public Document Room.

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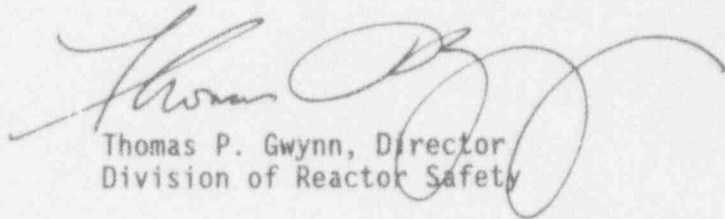
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The responses directed by this letter and the enclosed Notice are not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, Pub. L. No. 96.511.

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

Sincerely,



Thomas P. Gwynn, Director
Division of Reactor Safety

Enclosures:

1. Appendix A - Notice of Violation
2. Appendix B - NRC Inspection Report
50-498/94-11; 50-499/94-11 w/Attachment

cc w/enclosures:

Houston Lighting & Power Company
ATTN: James J. Sheppard, General Manager
Nuclear Licensing
P.O. Box 289
Wadsworth, Texas 77483

City of Austin
Electric Utility Department
ATTN: J. C. Lanier/M. B. Lee
721 Barton Springs Road
Austin, Texas 78704

City Public Service Board
ATTN: K. J. Fiedler/M. T. Hardt
P.O. Box 1771
San Antonio, Texas 78296

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

Central Power and Light Company
ATTN: G. E. Vaughn/T. M. Puckett
P.O. Box 2121
Corpus Christi, Texas 78403

INPO
Records Center
700 Galleria Parkway
Atlanta, Georgia 30339-5957

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

Bureau of Radiation Control
State of Texas
1100 West 49th Street
Austin, Texas 78756

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

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

Houston Lighting & Power Company
ATTN: Rufus S. Scott, Associate
General Counsel
P.O. Box 61867
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Shaw, Pittman, Potts & Trowbridge
ATTN: Joseph R. Egan, Esq.
2300 N Street, N.W.
Washington, D.C. 20037

E-Mail report to D. Sullivan (DJS)

bcc to DMB (IE01)

bcc distrib. by RIV:

L. J. Callan
 Branch Chief (DRP/A)
 MIS System
 RIV File
 R. Bachmann, OGC, MS: 15-B-18
 Branch Chief (DRS/OB)

Resident Inspector
 Lisa Shea, RM/ALF, MS: MNBB 4503
 DRSS-FIPB
 Project Engineer (DRP/A)
 Branch Chief (DRP/TSS)

RIV:RI:OB	C:OB	ADD:DRS	C:PB:A:DRP	D:DRP	D:DRS
JITapia	JLPellet	JAMitchell	WDJohnson	ABBeach	TPGwynn
3/25/94	3/25/94	3/29/94	3/29/94	3/30/94	4/12/94

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