

## UNITED STATES

## NUCLEAR REGULATORY COMMISSION

REGIONIV

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

APR 2 5 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 50-498/94-12; 50-499/94-12 (NOTICE OF

VIOLATION)

This refers to the inspection conducted by Mr. D. P. Loveless, and the inspectors identified in the attached report, of this office on March 10 through April 14, 1994. The inspection included a review of activities authorized for your South Texas Project, Units 1 and 2, facility. At the conclusion of the inspection, the findings were discussed with you and 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, review of system logic diagrams, interviews with personnel, and inspection of plant equipment. The inadvertent safety injection actuation and loss of decay heat removal which occurred on March 10, 1994, were discussed in management meetings on March 16 and April 8, 1994. The first meeting was held in the NRC Region IV office and the second was held at the facility site. Both of these meetings were open to observation by the public.

Based on the results of this inspection, certain activities appeared to be in violation of NRC requirements, as specified in Section 2.3 of the enclosed inspection report. The viriation is of concern because the lack of management controls allowed a test to be performed that had the potential to cause a loss of decay heat removal while the reactor was in midloop operations. Additionally, I am concerned that reactor operators failed to verify that they were performing 'he test in the correct protection cabinet and that, once they identified the error, they failed to inform the shift supervisor prior to proceeding with recovery actions. Also, it is my understanding that prior to the actuation, the shift supervisor had indications that reactor operators were not properly controlling the testing evolution. The failure of the shift supervisor to more fully review and uncerstand the operators' questions is of concern. Please include in your response a discussion of this interaction.

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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. The response directed by this letter and enclosed 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.

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

Sincerely,

A. Bill Beach, Director Division of Reactor Projects

Enclosures:

 Appendix A - Notice of Violation
Appendix B - NRC Inspection Report 50-498/94-12; 50-499/94-12

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 Houston, Texas 77208

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 (IEO1)

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

Resident Inspector Leah Tremper, OC/LFDCB, MS: MNBB 4503 DRSS-FIPB Project Engineer (DRP/A) Branch Chief (DRP/TSS)

SRIO	C:DRP/A Q	D: QRP	
DPLoveless	WDJohnson	ABBeach	
4/22/94	4/22/94	4/25/94	

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