MAR 021983

Docket No. 50-528

Arizona Public Service Company P. O. Box 21666 Phoenix, Arizona 85036

Attention: Mr. E. E. Van Brunt, Jr., Vice President Nuclear Projects Management

Gentlemen:

8303180513 830303

Subject: Special NRC Inspection of Palo Verde Unit 1

This refers to the special inspection conducted by Mr. P. P. Narbut of this office on January 4-7 and 17-21, 1983, of activities authorized by NRC Construction Permit No. CPPR-141, and to the discussion of his findings held with you and other members of your staff at the conclusion of the inspection.

The inspection was an examination of allegations related to welding and pipe fitting. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspector.

Based on the results of this inspection, it appears that two of your activities were not conducted in full compliance with NRC requirements, as set forth in the Notice of Violation, enclosed herewith as Appendix A.

Your response to this notice is to be submitted in accordance with the provisions of 10 CFR 2.201 as stated in Appendix A, Notice of Violation.

In accordance with 10 CFR 2.790(a), a copy of this letter and the enclosures will be placed in the NRC Public Document Room unless you notify this office, by telephone, within ten days of the date of this letter and submit written application to withhold information contained therein within thirty days of the date of this letter. Such application must be consistent with the requirements of 2.790(b)(1).

PDR ADOCK 05000528		1501
OFFICE RV DD 24 SURNAME P.Narbut: dh T. Young DATE 2/23/83 2/25/83	D. Sternberg O. Shackelton 2/28/83 3/ 183	
NRC FORM 318 (10-80) NRCM 0240	OFFICIAL RECORD COPY	USCPO: 1981-335-96

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

The responses directed by this letter and the accompanying Notice are 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.

Sincerely,

SI D. M. Sternberg, Chief Reactor Projects Branch No. 1

Enclosures:

A. Notice of Violation

L. Inspection Report No. 50-528/83-02

bcc: RSB/Document Control Desk (RIDS)

Distributed by RV:

RHE (w/o enc.B) State of Arizona A. Johnson (w/o enc.B) Resident Inspector