Docket Nos. 50 498 50-499 License Nos. NPF-76 NPF-80

Houston Lighting & Power Company ATTN: Donald P. Hall, Group Vice President, Nuclear P.O. Box 1700 Houston, Texas 77251

Gent emen:

SUBJECT: NRC INSPECTION REPORT 50-498/92-06; 50-499/92-06 (NOTICE OF VIOLATION)

This refers to the special inspection of the South Texas Project motor-operated valve program conducted by two NRC inspectors and a consultant on February 24-28, 1992. The inspection included a review of activities authorized for your South Texas Project facility. At the conclusion of the inspection, the findings were discussed with you and those members of your staff identified in the enclosed report and during the followup telephone exit meeting conducted on March 19, 1992, between Mr. Rosen and others of your staff and Mr. Westerman of this office.

This inspection examined your program for implementing your commitments to Generic Letter (GL) 89-10, "Safety-Related Motor-Operated Valve Testing and Surveillance." As a result of this inspection, we considered the development of your program to be generally in accordance with your commitments to GL 89-10. Your approach to dynamically testing a high percentage of motoroperated valves under maximum achievable conditions was considered a strength. We consider the operability of certain valves to be unresolved pending review by the NRC staff of the test data utilized by your principal vendors and the basis of the site-specific operability criteria that has been provided for your facility. In addition, several weaknesses are identified in this report regarding the timing of program development and the validation of original design assumptions. Three response items was a identified where information is required to facilitate our evaluation of your program. We understand that you have agreed to reply to the three response itams described in the report within 90 days of receipt of this letter, please inform us immediately if you do not agree with this commitment.

Based on the results of this inspection, certain of your activities appeared to be in violation of NRC requirements, as specified in the enclosed Notice of Violation (Notice). This violation is of concern because the controls placed

*RIV:RI:PSS *RI:PSS *C:PSS D.DRS D.DRP
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*Previously concurred

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on engineering dispositions of nonconforming conditions are vital to the safe operation of the plant during periods when system or component inoperability is under evaluation. In your response, you are requested to address your review of this violation to determine if it is programmatic to other engineering evaluations performed as part of other conditional release authorizations. 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 Part 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 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, Publication L. No. 96.511.

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

Sincerely,

Original Signed By: Thomas P. Gwynn A. Bill Beach, Director Division of Reactor Projects

Enclosures:

 Appendix A - Notice of Violation
 Appendix B - NRC Inspection Report 50-498/92-06 50-499/92-06

cc w/enclosures: Houston Lighting & Power Company ATTN: William J. Jump, Manager Nuclear Licensing P.O. Box 289 Wadsworth, Texas 77483

City of Austin Electric Utility Department ATTN: J. C. Lanier/M. B. Lee P.O. Box 1088 Austin, Texas 78767 City Public Service Board ATTN: R. J. Costello/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: D. E. Ward/T. M. Puckett P.O. Box 2121 Corpus Christi Texas 78403

INPO Records Center 1100 Circle 75 Parkway Atlanta, Georgia 30339-3064

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

Bureau of Radiation Control State of Texas 1101 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

bcc w/enclosures:

bcc to DMB (IEO1)

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RSTS Operator
M. Runyan
T. Westerman

Resident Inspector Section Chief (DRP/D) MIS System Lisa Shea, RM/ALF R. Bachmann, OGC Project Engineer (DRP/D) P. Goldberg Elizabeth Hackley, 7E23

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