

JAN 27 1992

DOCUMENT CONTAINS
SAFEGUARDS INFORMATION

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

Gentlemen:

SUBJECT: NRC INSPECTION REPORT NOS. 50-498/91-32; 50-499/91-32

This letter refers to the routine, safeguards inspection conducted by Mr. T. W. Dexter of this office on December 9-13, 1991, of activities authorized by NRC Operating License NPF-76 and NPF-80 (Units 1 and 2) for the South Texas Project, and to the discussion of our findings with Mr. W. H. Kinsey and members of your staff at the conclusion of the inspection.

The inspection involved the review of certain areas of your physical security program.

Areas examined during this inspection are described in the inspection report which is enclosed with this letter. 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 one of your activities was not being conducted in full compliance with NRC requirements, as specified in the enclosed Notice of Violation (Notice). The violation involves the failure to search hand carried items entering the protected area. We are concerned about this violation because it involves the possibility of allowing unauthorized material into the protected area.

In addition, four areas of concern involving assessment aids, testing and maintenance, the perimeter intrusion detection system, and your review of records and reports are discussed in paragraphs 3.2, 3.3, 3.4, and 5 of the report. You provided commitments regarding these concerns during the exit meeting on December 13, 1991. Please advise us if our delineation of your commitments is different than what you intended.

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 which you plan to prevent recurrence. After reviewing your response to this Notice, including your proposed corrective actions and the results of

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C:FIPS
*BMurray
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LoCallan
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ABB each
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TECH 1

*Previously concurred.

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ENCLOSURE CONTAINS
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BMurray

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ABBeach

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PREVIOUS CONCURRENCE PAGE

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Houston Lighting & Power Company

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future inspections, the NRC will determine whether further NRC enforcement action is necessary to ensure compliance with NRC regulatory requirements.

We have also examined actions you have taken with regard to previously identified inspection findings. The status of these items is identified in paragraph 2 of the enclosed report.

The material enclosed herewith contains Safeguards Information (SGI) as defined by 10 CFR Part 73.21 and its disclosure to unauthorized individuals is prohibited by Section 147 of the Atomic Energy Act of 1954, as amended. Therefore, the material, with the exception of the Notice of Violation and the report cover page which is an inspection summary, will not be placed in the Public Document Room.

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.

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

Sincerely,

*Original Signed by:

A. Bill Beach, Director
Division of Reactor Projects

Enclosures:

1. Appendix A - Notice of Violation
2. Appendix B - NRC Inspection Report
50-498/91-32
50-499/91-32

cc w/Notice of Violation and summary page only:

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

Houston Lighting & Power Company -2-

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City of Austin
Electric Utility Department
ATTN: J. C. Lanier/M. B. Lee
P.O. Box 1088
Austin, Texas 78767

Houston Lighting & Power Company -3-

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. Pucket*
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: (see next page)

bcc copy of entire report:

RIV Security File
Elaine Koup, RSGB/NRR (9D24)
R. D. Martin, RA
Section Chief, FIPS
Resident Inspector
Security File
G. F. Sanborn, EO
M. Virgilo, NRR (13E4)

bcc copy of letter, NOV, and inspection summary only:

DMB IF-04
DRS DkP
Lisa Shea, RM/ALF (4503)
MIS
RIV File
Section Chief, DRP/D
RSTS Operator
R. Bachmann, OGC (15 B18)
G. Dick, NRR Project Manager (13 H15)