APPENDIX A

NOTICE OF VIOLATION

Arizona Public Service Company P. O. Box 21666 Docket No. 50-528 Construction Permit 141

As a result of the inspection conducted on July 2 - August 11, 1984, and in accordance with NRC Enforcement Policy, 10 Part 2, Appendix C, 47 FR 9987, the following violation was identified.

10 CFR 50, Appendix B, Criterion XVI, Corrective Action, requires that for significant conditions adverse to quality such as component failures and malfunctions, measures shall be established to assure that the cause of the condition is determined and corrective action taken to preclude repetition.

APS Operations Quality Assurance Criteria Manual, Revision 0, dated September 22, 1982, Criterion 16, Corrective Action, requires in part that significant conditions adverse to quality be evaluated with regard to safety significance in accordance with written procedures, focusing on the cause of the condition, and actions that must be taken to prevent recurrence.

Palo Verde Nuclear Generating Station Manual Procedure, 90GA-0ZZ19, Startup Field Report, Revision B, dated April 2, 1984 states that Resident Engineering is responsible for the disposition of Startup Field Reports (SFRs).

Contrary to the above, on July 20, 1984 Resident Engineering failed to properly disposition SFR-1SI-723, documenting a failure of containment sump recirculation valve 1JSIAUV673 to open remotely from the Control Room on July 5, 1984, in that the SFR was incorrectly closed as "not valid" without: (1) adequately evaluating the safety significance of the failure of the valve to open, (2) determining the full cause of the condition which prevented the valve from opening, and (3) taking appropriate corrective action to preclude repetition.

This is a Severity Level IV Violation (Supplement II).

Pursuant to the provisions of 10 CFR 2.201, Arizona Public Service Company is hereby required to submit to this office within thirty days of the date of this Notice, a written statement or explanation in reply, including: (1) the corrective steps which have been taken and the results achieved; (2) corrective steps which will be taken to avoid further items of noncompliance; and (3) the date when full compliance will be achieved. Consideration may be given to extending your response time for good cause shown.

Sept 14 1984

Miller, Chief

Reactor Projects Section 2