



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION V

1450 MARIA LANE, SUITE 210
WALNUT CREEK, CALIFORNIA 94596

AUG 8 1984

Docket Nos. 50-528, 50-529, 50-530

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

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

Gentlemen:

Subject: NRC Inspection of Palo Verde Units 1, 2 and 3

This refers to the inspection conducted by Messrs. P. Narbut, C. Clark, R. C. Sorensen and D. Hollenbach of this office on July 9-13, 1984, of activities authorized by NRC Construction Permit Nos. CPPR-141, 142, and 143, and to the discussion of their findings held with members of your staff at the conclusion of the inspection.

Areas examined during this inspection are described in the enclosed inspection report. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations by the inspectors.

Based on the results of this inspection, it appears that four of your activities were not conducted in full compliance with NRC requirements, as set forth in the Notices of Violation and Deviations, enclosed herewith as Appendices A and B.

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 your response please provide an explanation of the related unresolved items discussed in paragraphs 2.a.(1), 2.a.(3), 2.a.(4) and 2.a.(5).

In accordance with 10 CFR 2.790(a), a copy of this letter and the enclosure 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).

8408300383 840808
PDR ADOCK 05000528
PDR
Q

1E0/11

AUG 8 1984

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,

/s/
T. W. Bishop, Director
Division of Reactor Safety
and Projects

Enclosures:

- A. Notice of Violation
- B. Notice of Deviation
- C. Inspection Report
 - Nos. 50-528/84-25
 - 50-529/84-19
 - 50-530/84-12

cc w/enclosures:

- W. E. Ide, APS
- C. N. Russo, APS
- J. Bynum, Plant Superintendent, APS
- S. R. Frost, Supervisor
Nuclear Operations Licensing, APS
- T. D. Shriver, Manager
Quality Systems & Engineering
- Ms. Jill Morrison
- Lynne Bernabei, GAP
- Arthur C. Gehr, Esq. (w/o enc.)

bcc:

- RSB/Document Control Desk (RIDS)
- Mr. Martin, RV
- A. Johnson, RV
- Resident Inspector

RV *PPN*
P.Narbut:dh
8/3/84

RA
A. Johnson
8/6/84
*Notice of Violation
Only*

B
T. Bishop
8/7/84