

UNITED STATES

NUCLEAR REGULATORY COMMISSION

REGION IV

611 RYAN PLAZA DRIVE, SUITE 1000 ARLINGTON, TEXAS 76011

MAY 2 2 1992

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 NO. 50-498/92-08; 50-499/92-08 (NOTICE OF VIOLATION)

This refers to the inspection conducted by Mr. J. I. Tapia and other members of this effice during the period March 15 through April 25, 1992. The inspection included a review of activities authorized for your South Texas Project, Units 1 and 2. At the conclusion of the inspection, the findings were discussed with those members of your staff identified in the enclosed report.

Areas examined during the inspection are identified in the report. Within these areas, the inspection consisted of selective examinations of procedures and representative records, interviews with personnel, and observations of activities in progress.

On the basis of 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 Notice discusses one example of an inadequate equipment clearance order. This violation was NRC identified and is of concern because the condition (as described in Section 5.2 of the enclosed report) represented a potential personnel and equipment safety hazard.

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

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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 response directed by this letter and the enclosed Notice is not subject to the clearance procedures of the Uffice of Management and Budget as required by the Paperwork Reduction Act of 1980, Pub. L. No. 96-511.

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

sincarely.

A. Bill Beach, Director Division of Reactor Projects

Enclosures:

1. Appendix A - Notice of Violation

2. Appendix B - NRC Inspection Report, w/attachment 50-498/92-08 50-499/92-08

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

Pureau of Radiation Control ate 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 F.O. Box 61867 Houston, Texas 77208 Houston Lighting & Power Company 53-498/92-08; 50-499/92-08

MAY 2 2 1992

bcc to DM3 (IEO1)

bcc distrib. by RIV:
R. D. Martin
DRP
Lisa Shea, RM/ALF
DRSS-RPEPS
Project Engineer (DRP/D)
DRS
G. F. Sanborn, EO
G. Pick, SRI. WC

Resident Inspector Section Chief (DRP/D) MIS System RSTS Operator RIV File R. Bachmann, OGC J. Lieberman, OE

*RIV:RI RJEvans 5/ /92 *SRI JITapia 5/ /92 *C:DRP/D ATHowell 5/ /92 D:DRP ABBeach 5/22/92