

Docket No. 50-528

SEP 12 1984

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

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

Gentlemen:

Subject: NRC Inspection - Palo Verde Unit 1

This refers to the special inspection conducted by Messrs. P. H. Johnson and P. Gage of this office on December 12-13, 1983 and February 6-9 and 21-22, 1984 of activities authorized by NRC Construction Permit No. CPPR-141 and to the discussion of our findings with you and members of your staff at the conclusion of the inspection.

This inspection was an examination of specific allegations as 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.

No items of noncompliance with NRC requirements were identified within the scope of this inspection.

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. In a September 10, 1984, telephone conversation with Mr. D. B. Karner of your staff, Arizona Public Service Company consented to release of this letter and report without prior review by APS for proprietary information.

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

Sincerely,

orig signed

T. W. Bishop, Director
Division of Reactor Safety & Projects

Enclosure:
Inspection Report No. 50-528/84-40

cc w/enclosure:
J. Bynum, APS; S. R. Frost, APS; T. D. Shriver, APS; Ms. Jill Morrison; Lynne Bernabei, GAP; Arthur C. Gehr, Esq., Snell & Wilmer

bcc w/enclosure: Mr. Martin; pink/green/docket file; Resident Inspector;
Project Inspector

RV <i>[Signature]</i> P. Johnson 9/10/84	<i>[Signature]</i> for P. Gage 9/10/84	<i>[Signature]</i> L. Miller 9/10/84	<i>[Signature]</i> D. Kirsch 9/11/84	<i>[Signature]</i> T. Bishop 9/11/84
--	--	--	--	--

8410020012 840912
PDR ADOCK 05000528
G PDR

LEO
11