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UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION

ATOMIC SAFETY AND LICENSING BOARD

Before Administrative Judges:

G. Paul Bollwerk, III, Chairman Dr. James H. Carpenter Dr. Pete: A. Morris

In the Matter of

ALABAMA POWER COMPANY

Docket No. 50-348-CivP 50-364-CivP

(Joseph M. Farley Nuclear Plant, Units 1 and 2)

ASLBP No. 91-626-02-CivP

August 12, 1992

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MEMORANDUM AND ORDER (Approving Settlement Agreement and Terminating Proceeding)

In this proceeding, licensee Alabama Power Company (APCo) has challenged the NRC staff's imposition of a \$450,000 civil penalty for alleged violations of the Commission's requirements in 10 C.F.R. § 50.49 regarding environmental qualification of electrical equipment important to safety. <u>See</u> 55 Fed. Reg. 35,203 (1990). During twelve days of hearings in February and May of this year, APCo and the NRC staff presented numerous witnesses in support of their positions regarding the civil penalty. <u>See</u> Tr. 1-2309. Thereafter, the Board established a filing schedule for the parties' proposed findings of fact and conclusions of law. <u>See</u> Memorandum and Order (June 1, 1992) (unpublished). Now, by joint motion dated August 6, 1992, the parties request that we approve a settlement stipulation

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they have provided and terminate this proceeding prior to a merits determination relative to any of the legal or factual matters a* issue.

Pursuant to section 234 of the Atomic Energy Act of 1954 (AEA) as amended, 42 U.S.C. § 2282, and 10 C.F.R. § 2.203, we have reviewed the settlement agreement to determine whether approval of the agreement and termination of this proceeding is in the public interest. On the basis of that review, and according due weight to the position of the staff, we have concluded that the parties' agreement and the term nation of this proceeding is consistent wich the public interest."

Accordingly, the joint motion of the parties is granted and we <u>approve</u> the "Settlement Agreement," which is attached to and incorporated by reference in this memorandum and order. Further, pursuant to AEA sections 103, 161(b),

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Previously, we have recognized that counsel for both parties have displayed a laudable spirit of cooperation in litigating this matter, see Tr. 1318-19, 2308, an observation that bears repeating in light of their settlement of this otherwise vigorously-contested proceeding.

161(0), and 191, 42 U.S.C. §§ 2133, 2201(b), 2201(0), 2241, and 10 C.F.R. § 2.203, the Board terminates this proceeding. It is so ORDERED.

> THE ATOMIC SAFETY AND LICENSING BOARD

G. Paul Bollwerk, III, Chairman ADMINISTRATIVE JUDGE

James H. Caypenter

James H. Carpenter ADMINISTRATIVE JUDGE

Peter A. Morris

ADMINISTRATIVE JUDGE

Bethesda, Maryland

August 12, 1992