

February 7, 1985  
EN 83-79B

OFFICE OF INSPECTION AND ENFORCEMENT  
NOTIFICATION OF SIGNIFICANT ENFORCEMENT ACTION

Licensee: Arizona Public Service Company  
Palo Verde Nuclear Generating Station, Unit 1  
Docket No. 50-528

Subject: IMPOSITION OF CIVIL PENALTY - \$40,000

By EN 83-79 dated December 7, 1983, the Commission was notified of the intent of IE to issue a Notice of Violation and Proposed Imposition of Civil Penalty in the amount of \$80,000 to Arizona Public Service Company. This action was based upon the licensee's failure to maintain an adequate quality assurance program in the area of systems turned over to operations and startup from construction, Section I.A of the Notice and the falsification of records relating to electrical termination cards, Section I.B of the Notice. By EN 83-79A dated April 3, 1984, the Commission was notified that IE had granted an extension of time for the response to Section I.B and of the intent of IE to issue an Order Imposing Civil Monetary Penalty in the amount of \$20,000 (mitigated from \$40,000 for prompt and extensive corrective action) for the Section I.A violation.

The licensee has responded to those items delineated in Section I.B of the Notice dated December 12, 1983 concerning the falsification of records. After careful consideration of the licensee's response to Section I.B of the Notice, the staff has concluded that the violation occurred as set forth. The staff has also given careful consideration to the licensee's request for remission of the civil penalty and concluded that remission or mitigation of the proposed penalty is not warranted. Accordingly, an Order Imposing Civil Penalty in the amount of \$40,000 has been issued today. Under terms of the Order, the licensee may within 30 days of the date of the Order, pay the civil penalty or request a hearing.

Contact: G. Klingler, IE 24923

J. Axelrad, IE 24909

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