

JAN 11 1988

In Reply Refer To:  
Dockets: 50-498/87-59  
50-499/87-59  
EA 87-236

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Houston Lighting & Power Company  
ATTN: J. H. Goldberg, Group Vice  
President, Nuclear  
P. O. Box 1700  
Houston, Texas 77001

Gentlemen:

This refers to the inspection conducted by Mr. J. A. F. Kelly of this office during the period September 21-25 and October 5-9, 1987, of activities authorized by NRC Operating License NPF-71 and Construction Permit CPPR-129 for the South Texas Project, Units 1 and 2, and to the discussion of our findings with Mr. Vaughn and other members of your staff at the conclusion of the inspection.

Areas examined during the inspection included security program audit, records and reports, access control - personnel, physical barriers - vital area, alarm stations, and training and qualifications. Within these areas, the inspection consisted of selective examination of procedures and representative records, interviews with personnel, and observations by the NRC inspector. The inspection findings are documented in the enclosed inspection report.

During this inspection it was found that certain of your activities appeared to be in violation of NRC requirements. As discussed in our telephone conversation on January 6, 1988, with your staff, we have scheduled an enforcement conference in our office at 9:30 a.m. on January 19, 1988, to discuss your understanding of these apparent violations, the reasons for occurrence, and your corrective actions. We will also discuss the enforcement policy with you at that conference.

One unresolved item is identified in paragraph 4 of the enclosed inspection report.

The material enclosed herewith contains Safeguards Information as defined by 10 CFR Part 73.21 and its disclosure to unauthorized individuals is prohibited by Section 147 of the Atomic Energy Act of 1954, as amended. Therefore, the material, with the exception of the report cover page which is an inspection summary, will not be placed in the Public Document Room.

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RIV:RPSB JKelly:de 1/17/87	C:RPSB LYandel 1/17/87	D:DASS RLBangart 1/17/87	C:RS/D GLConstable 1/17/87	D:DPP LCallan 1/18/87	EO DPowers 1/18/88
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Should you have any questions concerning this inspection, we will be pleased to discuss them with you.

Sincerely,

Original Signed By

A. B. Beach *for*

L. J. Callan, Director  
Division of Reactor Projects

Enclosures:

Appendix - NRC Inspection Report  
50-498/87-59  
50-499/87-59

cc w/summary page only:  
Houston Lighting & Power Company  
ATTN: M. Wisenberg, Manager,  
Nuclear Licensing  
P. O. Box 1700  
Houston, Texas 77001

Houston Lighting & Power Company  
ATTN: Gerald E. Vaughn, Vice President  
Nuclear Operations  
P. O. Box 1700  
Houston, Texas 77001

Central Power & Light Company  
ATTN: R. L. Range/R. P. Verret  
P. O. Box 2121  
Corpus Christi, Texas 78403

City Public Service Board  
ATTN: R. J. Costello/M. T. Hardt  
P. O. Box 1771  
San Antonio, Texas 78296

City of Austin  
ATTN: M. B. Lee/J. E. Malaski  
P. O. Box 1088  
Austin, Texas 78767-8814

Texas Radiation Control Program Director

bcc: (see next page)

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bcc: Copy of entire report:  
RIV Security File  
P. A. Starcher, RSGB/NRR  
Resident Inspector (2)  
R. D. Martin, RA  
R. L. Bangart, DRSS  
Security Inspector  
Chief, RPSB  
RPSB Security File  
D. Powers  
J. Lieberman, D/OE

bcc: RIV - Letter and Inspection Summary only w/766:  
DRP D. Weiss, RM/ALF  
MIS RIV File  
Section Chief, PS/D RSTS Operator  
RPSB R. E. Hall, DRSS  
Project Engineer, PS/D

bcc: RIV - Letter and Inspection Summary only w/out 766:  
← DMB - IE04  
DRS  
P. Kadambi, NRR Project Inspector  
R. Bachmann, OGC

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