

MAR 07 1986

In Reply Refer To:
Dockets: 50-498/85-23
50-499/85-20

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

Gentlemen:

This refers to inspections conducted by Messrs. G. L. Madsen, B. A. Breslau, G. L. Constable and D. A. Powers of this office during the period September 11 through December 20, 1985, of activities authorized by NRC Construction Permits CPPR-128 and 129 for the South Texas Project, Units 1 and 2, and to the discussion of our findings with members of your staff at the conclusion of the inspections.

Areas examined during the inspections included the applicant's policies, procedures, and implementation relating to the identification and dispositioning of assertions associated with the Houston Lighting & Power Company vs. Brown & Root Litigation Record. Within these areas, the inspection consisted of selective examination of procedures and representative records, interviews with personnel, and observations by the inspectors. These findings are documented in the enclosed inspection report.

Within the scope of the inspection, no violations or deviations were identified.

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

Sincerely,

Original Signed By
J. E. Gagliardo

8603200421 860307
PDR ADOCK 05000498
G PDR

J. E. Gagliardo, Chief
Reactor Projects Branch

Enclosure:
Appendix - NRC Inspection Report
50-498/85-23
50-499/85-20

cc w/enclosure: (cont. on next page)

RIV: RPB/	RPB	EO	RPB	RC	RPB
BABreslau: sj	GLMadsen	DA Powers	GLConstable	WLBrown	JEGagliardo
2/12/86	2/11/86	2/13/86	2/14/86	3/4/86	3/5/86

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Houston Lighting & Power Company

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Houston Lighting & Power Company
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Texas Radiation Control Program Director

bcc distrib. by RIV:

*RPB
*Resident Inspector-OPS
*Resident Inspector-CONST.
*R&SPB
*RIV File
RSTS Operator

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R. D. Martin, RA
*Section Chief (RPB/C)
*MIS SYSTEM
*D. Weiss, LFMB (AR-2015)
R. Pirfo, ELD

*B. A. Breslau, RPB/C
W. L. Brown, RC
D. A. Powers, EO
G. L. Madsen, RPB
*RSB
*R. G. Taylor, RPB/C

*w/766