



UNITED STATES  
NUCLEAR REGULATORY COMMISSION

REGION IV  
611 RYAN PLAZA DRIVE, SUITE 400  
ARLINGTON, TEXAS 76011-8064

NOV 3 1999

Gregg R. Overbeck, Senior Vice  
President, Nuclear  
Arizona Public Service Company  
P.O. Box 52034  
Phoenix, Arizona 85072-2034

SUBJECT: NRC RESIDENT INSPECTION REPORT NO. 50-528/99-19; 50-529/99-19;  
50-530/99-19

Dear Mr. Overbeck:

This refers to the inspection conducted on September 5 through October 16, 1999, at the Palo Verde Nuclear Generating Station, Units 1, 2, and 3, facility. The enclosed report presents the results of this inspection.

During the 6-week period covered by this inspection, your conduct of activities at the Palo Verde facility was generally characterized by safety-conscious operations, sound engineering and maintenance practices, and careful radiological controls.

Based on the results of this inspection, the NRC has determined that a Severity Level IV violation of NRC requirements occurred. The violation is being treated as a noncited violation (NCV), consistent with Appendix C of the Enforcement Policy. The NCV is described in the subject inspection report. If you contest the violation or severity level of the NCV, you should provide a response within 30 days of the date of this inspection report, with the basis for your denial, to the Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, DC 20555-0001, with copies to the Regional Administrator, U.S. Nuclear Regulatory Commission, Region IV, 611 Ryan Plaza Drive, Suite 400, Arlington, Texas 76011, the Director, Office of Enforcement, United States Nuclear Regulatory Commission, Washington, DC 20555-0001, and the NRC Resident Inspector at the Palo Verde Nuclear Generating Station, Units 1, 2, and 3 facility.

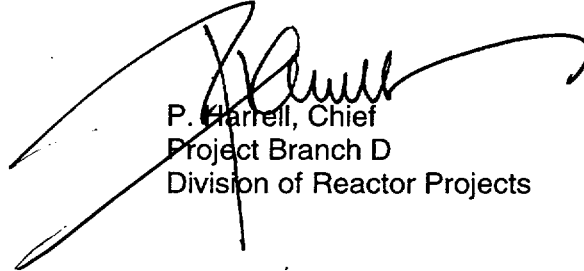
In accordance with 10 CFR 2.790 of the NRC's "Rules of Practice," a copy of this letter, its enclosure, and your response, if requested, will be placed in the NRC Public Document Room (PDR).

IE01

PDR ADock

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

Sincerely,



P. Harrell, Chief  
Project Branch D  
Division of Reactor Projects

Docket Nos.: 50-528  
50-529  
50-530  
License Nos.: NPF-41  
NPF-51  
NPF-74

Enclosure:  
NRC Inspection Report No.  
50-528/99-19; 50-529/99-19; 50-530/99-19

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Arizona Public Service Company

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- E-Mail report to T. Frye (TJF)
- E-Mail report to D. Lange (DJL)
- E-Mail report to NRR Event Tracking System (IPAS)
- E-Mail report to Document Control Desk (DOCDESK)
- E-Mail report to Richard Correia (RPC)
- E-Mail report to Frank Talbot (FXT)

bcc to DCD (IE01)

bcc distrib. by RIV:

Regional Administrator

DRP Director

DRS Director

Branch Chief (DRP/D)

Senior Project Inspector (DRP/D)

Branch Chief (DRP/TSS)

Resident Inspector

RIV File

RITS Coordinator

DOCUMENT NAME: R:\\_PVPV919RP.JHM

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| 10/25/99 [Signature] | 10/3/99 [Signature]  | 10/3/99 [Signature]    | 10/3/99 [Signature] | 10/3/99 [Signature]  |

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| NLS <i>[Signature]</i>      | DRCarter <i>[Signature]</i> | DECorporando <i>[Signature]</i> | JHM <i>[Signature]</i>     | PHartell <i>[Signature]</i> |
| 10/25/99 <i>[Signature]</i> | 10/3/99 <i>[Signature]</i>  | 10/3/99 <i>[Signature]</i>      | 10/3/99 <i>[Signature]</i> | 10/3/99 <i>[Signature]</i>  |

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