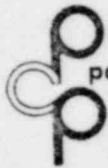


DCS Processing
Original not available
to NEC.

Edwin H. Hulse



power conversion products inc.

Edward S. Weil
President

July 2, 1981

Mr. William N. Rice
Group Vice President
Power Group
Brown & Root, Inc.
P.O. Box Three
Houston, Texas 77001



Dear Mr. Rice:

You wrote Victor Stello on October 7, 1980 regarding what Brown & Root considered to be a reportable defect in accordance with 10CFR21, with Power Conversion Products as the supplier.

We responded in writing to you on October 17, 1980 and with a visit to the South Texas Project on October 23, 1980. We wrote you again on October 27, 1980 and stated at that time that we did not agree with Brown & Root's decision to classify conditions mentioned in your letter as generic and reportable under 10CFR21. We further wrote to your Mr. A. H. Geisler on November 26, 1980 reiterating our position and requesting a response from Brown & Root concerning this matter.

To the best of my knowledge Brown & Root has never replied to our request. Your issuance of a 10CFR21 Report did result in an inspection of our facility by the Nuclear Regulatory Commission on April 13-16, 1981.

We have determined that the 10CFR21 was closed internally by the Nuclear Regulatory Commission. In fact, our contention that the report was unfounded has been supported since its' inception by all interested parties we have been able to contact.

We would appreciate your acknowledgement of this letter. We consider the reported 10CFR21 to be closed. We will appreciate and await your letter of concurrence.

Very truly yours,

POWER CONVERSION PRODUCTS INC.

Edward S. Weil
Edward S. Weil

FSW/lk

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PDR ADOCK 05000498
S PDR

successor to rectifier products division of Fansteel Inc.

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SI/O

IE19

power conversion products inc.

Mr. William N. Rice
Brown & Root, Inc.
July 2, 1981
Page 2

cc: Mr. A. H. Geisler
Licensing Manager
Brown & Root, Inc. - Power Group
P.O. Box Three
Houston, Texas 77001

Mr. Victor Stello, Director
Office of Inspection and Enforcement ✓
U. S. Nuclear Regulatory Commission
Washington, D. C. 20555

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Office of Inspection and Enforcement - Region IV
U. S. Nuclear Regulatory Commission
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Mr. D. F. Fox, Contractor Inspector
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Mr. W. Lauden
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power conversion products inc.

Mr. William N. Rice
Brown & Root, Inc.
July 2, 1981
Page 3

cc: Mr. M. H. Shanbhag
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