

SAFEGUARDS INFORMATION

February 25, 2002

Oliver D. Kingsley, Jr.
President and Chief Nuclear Officer
Oyster Creek Nuclear Generating Station
Exelon Generation Company, LLC
4300 Winfield Road
Warrenville, IL 60555

SUBJECT: ISSUANCE OF ORDER FOR INTERIM SAFEGUARDS AND SECURITY
COMPENSATORY MEASURES FOR - OYSTER CREEK NUCLEAR
GENERATING STATION

Dear Mr. Kingsley:

The U.S. Nuclear Regulatory Commission (NRC) has issued the enclosed Order that modifies the current operating license for your facility to require compliance with the specified interim safeguards and security compensatory measures. The Order applies to all Addressees listed in Attachment 1 to the enclosed Order. These interim compensatory measures are listed in Attachment 2 (contains Safeguards Information) to the enclosed Order. The Commission recognizes that you have voluntarily and responsibly implemented additional security measures following the events of September 11, 2001, but, in light of the continuing generalized high-level threat environment, the Commission concludes that the security measures should be embodied in an Order, consistent with the established regulatory framework. The Commission has determined that the generalized high-level threat environment requires that the enclosed Order be effective immediately.

These actions are interim and the basis for the Order is the need to take prudent actions to address security requirements in the present generalized high-level threat environment. This Order does not obviate the need for licensees to continue to meet the objectives of Security Level III described in NRC Information Notice 98-35, and maintain the effectiveness of existing security measures taken in response to the events of September 11, 2001. The requirements will remain in effect pending notification from the Commission that a significant change in the threat environment has occurred, or until the Commission determines that other changes are needed following a more comprehensive re-evaluation of current safeguards and security programs.

The enclosed Order calls for responses and actions within specified time frames. Please contact your Licensing Project Manager to facilitate resolution of any issues related to compliance with the requirements in the enclosed Order, or if you have any other questions.

NOTICE: Attachment 2 to the Order (Interim Compensatory Measures) contains "Safeguards Information." Upon separation of Attachment 2 to the Order, this letter, the enclosed Order, and Attachment 1 to the Order (Address List) are "DECONTROLLED."

SAFEGUARDS INFORMATION

O. Kingsley

-2-

The enclosed Order has been forwarded to the Office of the Federal Register for publication.

Sincerely,

/RA/

Samuel J. Collins, Director
Office of Nuclear Reactor Regulation

Docket No. 50-219

Enclosures:

1. Order
2. Order Attachment 1 - Address List
3. Order Attachment 2 - Interim Compensatory Measures for High Threat Environment (Safeguards Information)

cc w/enclosures 1 and 2 only: See next page

Oyster Creek Nuclear Generating Station

cc:

John Skolds
Chief Operating Officer
Exelon Generation Company, LLC
4300 Winfield Road
Warrenville, IL 60555

William Bohkle
Senior Vice President Nuclear Services
Exelon Generation Company, LLC
4300 Winfield Road
Warrenville, IL 60555

John B. Cotton
Senior Vice President - Operations Support
Exelon Generation Company, LLC
4300 Winfield Road
Warrenville, IL 60555

Joseph J. Hagan
Senior Vice President -
Mid Atlantic Regional Operating Group
Exelon Generation Company, LLC
200 Exelon Way, Suite 305
Kennett Square, PA 19348

Kevin P. Gallen, Esquire
Morgan, Lewis, & Bockius LLP
1800 M Street, NW
Washington, DC 20036-5869

Kent Tosch, Chief
New Jersey Department of
Environmental Protection
Bureau of Nuclear Engineering
CN 415
Trenton, NJ 08625

Mr. Jeffrey A. Benjamin
Vice President -
Licensing and Regulatory Affairs
Exelon Generation Company, LLC
4300 Winfield Road
Warrenville, IL 60555

Mr. Ronald J. DeGregorio
Vice President
Oyster Creek Nuclear Generating Station
AmerGen Energy Company, LLC
PO Box 388
Forked River, NJ 08731

H. J. Miller
Regional Administrator, Region I
U.S. Nuclear Regulatory Commission
475 Allendale Road
King of Prussia, PA 19406-1415

Mayor of Lacey Township
818 West Lacey Road
Forked River, NJ 08731

Senior Resident Inspector
U.S. Nuclear Regulatory Commission
P.O. Box 445
Forked River, NJ 08731

Michael P. Gallagher
Director - Licensing
Exelon Generation Company, LLC
Correspondence Control Desk
P.O. Box 160
Kennett Square, PA 19348

Ernest J. Harkness
Plant Manager
Oyster Creek Nuclear Generating Station
AmerGen Energy Company, LLC
P.O. Box 388
Forked River, NJ 08731

Manager Regulatory Assurance
Oyster Creek Nuclear Generating Station
AmerGen Energy Company, LLC
P.O. Box 388
Forked River, NJ 08731

Oyster Creek Nuclear Generating Station

cc:

Edward J. Cullen, Jr., Esquire
Vice President, General Counsel and
Secretary
Exelon Generation Company, LLC
300 Exelon Way
Kennett Square, PA 19348

J. Rogge, Region I
U.S. Nuclear Regulatory Commission
475 Allendale Road
King of Prussia, PA 19406-1415

The enclosed Order has been forwarded to the Office of the Federal Register for publication.

Sincerely,

/RA/

Samuel J. Collins, Director
Office of Nuclear Reactor Regulation

Docket No. 50-219

Enclosures: 1. Order
2. Order Attachment 1 - Address List
3. Order Attachment 2 - Interim Compensatory Measures for High Threat Environment (Safeguards Information)

cc w/enclosures 1 and 2 only: See next page

DISTRIBUTION (with enclosures 1 and 2 only):

PUBLIC

SCollins/JJohnson

VDricks

JShea

OGC

ACRS

SECY

Ghill (2 copies per docket)

PD1-1

PTam

SLittle

EAdensam

JClifford

RidsRgn1MailCenter

Accession No. ML020490022 (Package)

Accession No. ML020 (Cover Letter)

Accession No. ML020510635 (Order)

Accession No. ML020520654 (Order Attachment 1 - Address List)

OFFICE	DLPM/PM	DLPM//LA	DLPM/SC	DIPM/D
NAME	REnnis	BClayton	JClifford	BBoger
DATE	2/21/02	2/21/02	2/21/02	2/22/02
OFFICE	OGC	DLPM/D	NRR/ADPT	NRR/D
NAME	LChandler	JZwolinski	BSheron N/A	SCollins
DATE	2/22/02	2/22/02		2/25/02

OFFICIAL RECORD COPY

The enclosed Order has been forwarded to the Office of the Federal Register for publication.

Sincerely,

/RA/

Samuel J. Collins, Director
Office of Nuclear Reactor Regulation

Docket No(s).

Enclosures: 1. Order
2. Order Attachment 1 - Address List
3. Order Attachment 2 - Interim Compensatory Measures for High Threat Environment (Safeguards Information)

cc w/enclosures 1 and 2 only: See next page

DISTRIBUTION (with enclosures 1 and 2 only):

PUBLIC

SCollins/JJohnson

VDricks

JShea

OGC

ACRS

SECY

Ghill (2 copies per docket)

PD Reading

Project Director

Section Chief

Project Manager

Licensing Assistant

Region Contact

Accession No. ML020520754 (Package)

Accession No. ML020510637 (Cover Letter)

Accession No. ML020510635 (Order)

Accession No. ML020520654 (Order Attachment 1 - Address List)

OFFICE	DLPM/PM	DLPM/LA	DLPM/SC	DIPM/D
NAME	REnnis	BClayton	JClifford	BBoger
DATE	2/21/02	2/21/02	2/21/02	2/22/02
OFFICE	OGC	DLPM/D	NRR/ADPT	NRR/D
NAME	LChandler	JZwolinski	BSheron N/A	SCollins
DATE	2/22/02	2/22/02		2/25/02

OFFICIAL RECORD COPY