February 25, 2002

Harold W. Keiser
Chief Nuclear Officer & President
Salem Nuclear Generating Station, Units 1 & 2
PSEG Nuclear LLC-N09
Foot of Buttonwood Avenue
Hancocks Bridge, NJ 08038

SUBJECT: ISSUANCE OF ORDER FOR INTERIM SAFEGUARDS AND SECURITY COMPENSATORY MEASURES FOR - SALEM NUCLEAR GENERATING STATION, UNITS 1 & 2

Dear Mr. Keiser:

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.

> **<u>NOTICE</u>: 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."**

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 Nos. 50-272 and 50-311

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

cc:

Mr. Elbert C. Simpson
Senior Vice President &
Chief Administrative Officer
PSEG Nuclear - N19
P.O. Box 236
Hancocks Bridge, NJ 08038

Mr. Mark B. Bezilla
Vice President - Operations
PSEG Nuclear - X10
P.O. Box 236
Hancocks Bridge, NJ 08038

Mr. David F. Garchow
Vice President - Technical Support
PSEG Nuclear - X10
P.O. Box 236
Hancocks Bridge, NJ 08038

Mr. Gabor Salamon
Manager - Licensing
PSEG Nuclear - N21
P.O. Box 236
Hancocks Bridge, NJ 08038

Jeffrie J. Keenan, Esquire
PSEG Nuclear - N21
P.O. Box 236
Hancocks Bridge, NJ 08038

Mr. Carter Kresge
External Operations - Nuclear
Conectiv
P.O. Box 6066
Newark, DE 19714-6066

Ms. R. A. Kankus
Joint Owner Affairs
PECO Energy Company
Nuclear Group Headquarters KSA1-E
200 Exelon Way
Kennett Square, PA 19348

Lower Alloways Creek Township
c/o Mary O. Henderson, Clerk
Municipal Building, P.O. Box 157
Hancocks Bridge, NJ 08038

Dr. Jill Lipoti, Asst. Director
Radiation Protection Programs
NJ Department of Environmental
Protection and Energy
CN 415
Trenton, NJ 08625-0415

Richard Hartung
Electric Service Evaluation
Board of Regulatory Commissioners
2 Gateway Center, Tenth Floor
Newark, NJ 07102

Assistant Consumer Advocate
Office of Consumer Advocate
1425 Strawberry Square
Harrisburg, PA 17120

Public Service Commission of Maryland
Engineering Division
Chief Engineer
6 St. Paul Centre
Baltimore, MD 21202-6806

Maryland Office of People's Counsel
6 St. Paul Street, 21st Floor
Suite 2102
Baltimore, MD 21202

Regional Administrator, Region I
U.S. Nuclear Regulatory Commission
475 Allendale Road
King of Prussia, PA 19406

Senior Resident Inspector
Salem Nuclear Generating Station
U.S. Nuclear Regulatory Commission
Drawer 0509
Hancocks Bridge, NJ 08038

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Sincerely,

/RA/

Samuel J. Collins, Director
Office of Nuclear Reactor Regulation

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Accession No. ML020490031 (Package)
Accession No. ML020 (Cover Letter)
Accession No. ML020510635 (Order)

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

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Sincerely,

/RA/

Samuel J. Collins, Director
Office of Nuclear Reactor Regulation

Docket No(s).

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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

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