December 3, 2003

Mr. Gregory M. Rueger Senior Vice President, Generation and Chief Nuclear Officer Pacific Gas and Electric Company Diablo Canyon Nuclear Power Plant P.O. Box 3 Avila Beach, CA 93424

SUBJECT: RESPONSE TO ORDER FOR COMPENSATORY MEASURES RELATED TO ACCESS AUTHORIZATION

Dear Mr. Rueger:

On January 7, 2003, the U.S. Nuclear Regulatory Commission (NRC or Commission) issued Orders to holders of licenses for operating nuclear power reactors, for the implementation of compensatory measures (CMs) related to access authorization. On January 27, 2003, Pacific Gas and Electric Company, the licensee for Diablo Canyon Units 1 and 2, submitted its written response to the Order.

The NRC staff has completed its review of your response. Based on that review, the NRC staff finds that your response to the January 7, 2003, Order is acceptable and responsive to the Order.

Please remember, pursuant to Section III.C.2 of the Order, you are to report to the Commission, in accordance with Title 10 of the *Code of Federal Regulations*, Section 50.4, when you have achieved full compliance with the requirements described in Attachment 2 to the Order. The NRC will determine the effectiveness of your implementation of the CMs through onsite inspections.

If you have any questions about this letter, please call Mr. Christopher Gratton at 301-415-1055.

Sincerely, /**RA**/

Richard J. Laufer, Chief, Section 1 Project Directorate I Division of Licensing Project Management Office of Nuclear Reactor Regulation

Docket Nos. 50-275 and 50-323

cc: See next page

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Diablo Canyon Power Plant, Units 1 and 2

CC:

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