

July 23, 2004

Mr. James J. Sheppard  
President and Chief Executive Officer  
South Texas Project Nuclear Operating Company  
P. O. Box 289  
Wadsworth, TX 77483

SUBJECT: SOUTH TEXAS PROJECT ELECTRIC GENERATING COMPANY, UNITS 1  
AND 2 - REQUEST FOR ADDITIONAL INFORMATION RE: SAFEGUARDS  
CONTINGENCY PLAN AND SECTION 9.4.1 OF THE PHYSICAL SECURITY  
PLAN (TAC NOS. MC2974 AND MC2975)

Dear Mr. Sheppard:

In response to the April 29, 2003, Orders revising the design basis threat, you submitted a revised physical security plan, safeguards contingency plan, and training and qualification plan, including an implementation schedule, for South Texas Project Electric Generating Company, Units 1 and 2.

The Nuclear Regulatory Commission staff is reviewing your submission and has determined that a request for additional information (RAI) is necessary in order to complete its evaluation based on its review of your Safeguards Contingency Plan and Section 9.4.1 of the Physical Security Plan. Please respond to the enclosed RAI within 10 days from the receipt of this letter. If circumstances result in the need to revise the target response date, please contact me at (301) 415-1460.

Sincerely,

/RA/

Brian Benney, Project Manager  
Security Plan Review Team  
Division of Licensing Project Management  
Office of Nuclear Reactor Regulation

Docket Nos. 50-498 and 50-499

Enclosure: As stated

cc w/o encl: See next page

**WARNING:** Violation of Section 147 of the Atomic Energy Act, "Safeguards Information" is subject to Civil and Criminal Penalties

**NOTICE:** The Enclosure contains Safeguards Information. Upon separation from the Enclosure, this letter is DECONTROLLED.

**SAFEGUARDS INFORMATION**

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**/RAI/**

Brian Benney, Project Manager  
Security Plan Review Team  
Division of Licensing Project Management  
Office of Nuclear Reactor Regulation

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OFFICIAL RECORD COPY

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