SAFEGUARDS INFORMATION

January 4, 2005

Mr. Daniel J. Malone Site Vice President Nuclear Management Company, LLC Palisades Nuclear Plant 27780 Blue Star Memorial Highway Covert, MI 49043-9530

SUBJECT: PALISADES NUCLEAR PLANT - CORRECTION TO ADMINISTRATIVE

CHANGE TO FACILITY OPERATING LICENSE PURSUANT TO COMMISSION ORDER EA-03-086 REGARDING REVISED DESIGN BASIS THREAT (DBT);

AND REVISIONS TO PHYSICAL SECURITY PLAN, TRAINING AND QUALIFICATION PLAN, AND SAFEGUARDS CONTINGENCY PLAN

(TAC NO. MC2949)

Dear Mr. Malone:

By letter dated October 28, 2004, the Nuclear Regulatory Commission (NRC) issued an administrative change to Palisades Nuclear Plant (PNP) Facility Operating License (FOL) (DPR-20) to incorporate the reference to the recently-revised physical security plan (PSP), training and qualification (T&Q) plan, and safeguards contingency plan (SCP). The license page and the safety evaluation (SE) provided in the October 28, 2004, letter contained errors in that the license page and the SE did not reflect the actual supplemental submission dates of the PNP PSP, SCP, and T&Q Plan.

Upon review of the NRC staff's SE, your staff identified a number of editorial errors and inconsistencies between the SE and your revised security plans. The NRC staff has reviewed the inconsistencies and editorial errors identified by your staff and determined that corrections were needed to the SE to clarify the basis for the NRC staff's findings supporting approval of your revised security plans. None of the changes made to the SE affect the final conclusion reached by the NRC regarding the acceptability of your revised plans.

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

SAFEGUARDS INFORMATION

Please replace the enclosed pages to the October 28, 2004, NRC SE as indicated in the enclosure. We apologize for any confusion this may have caused. If there are any further questions, please call the NRC Project Manager, Mr. D. Jaffe, at (301) 415-1439.

Sincerely,

/RA/

John A. Nakoski, Chief, Section 1
Project Directorate II
Division of Licensing Project Management
Office of Nuclear Reactor Regulation

Docket No. 50-255

Enclosure: Correction to SE Regarding the Security Plans (SAFEGUARDS INFORMATION)

cc w/o encl: See next page

cc w/encl: Bruce Rowland, Security Manager

Please replace the enclosed pages to the October 28, 2004, NRC SE as indicated in the enclosure. We apologize for any confusion this may have caused. If there are any further questions, please call the NRC Project Manager, Mr. D. Jaffe, at (301) 415-1439.

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OFFICE	DLPM/PM	DLPM/LA	NSIR	PDII/SC
NAME	DJaffe	CHawes	SMorris (PLee for)	JNakoski
DATE	1/3/05	1/3/05	12/23/04	12/23/04

OFFICIAL RECORD COPY

Palisades Plant

cc w/o encl.:

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