February 10, 2006

Dr. Nina M. Archabal State Historic Preservation Officer Minnesota Historical Society State Historic Preservation Office 345 Kellogg Blvd West St. Paul, MN 55102-1906

SUBJECT: MONTICELLO NUCLEAR GENERATING PLANT LICENSE RENEWAL REVIEW (TAC NO. MC6441) (SHPO NO. 2004-2193)

Dear Dr. Archabal:

The U.S. Nuclear Regulatory Commission (NRC) staff is reviewing an application to renew the operating license for Monticello Nuclear Generating Plant (Monticello), which is located in Wright County, Minnesota, on the southern bank of the Mississippi River. Monticello is operated by Nuclear Management Company, LLC (NMC), and owned by Northern States Power Company, a wholly owned utility operating subsidiary of Xcel Energy, Inc. As part of its review of the proposed action, the NRC staff has prepared a site-specific Supplemental Environmental Impact Statement (SEIS) to its "Generic Environmental Impact Statement for License Renewal of Nuclear Plants," NUREG-1437. The SEIS includes analyses of relevant environmental issues, including potential impacts to historic and archaeological resources for the extended period of operation. In accordance with our letter to you dated June 2, 2005, a copy of the draft supplement is enclosed. Pursuant to Title 36 *Code of the Federal Regulations* Part 800.8 (36 CFR 800.8), we are requesting your comments on the draft supplement and on our preliminary conclusions regarding historic properties.

As stated in our June 2, 2005, letter the NRC staff has determined that the area of potential effect (APE) for a license renewal action is the area at the power plant site and its immediate environs, which may be impacted by post-license renewal land disturbing operation or projected refurbishment activities associated with the proposed action. The staff views the APE for the Monticello license renewal as including the Monticello site and the immediate environs.

The NRC staff has conducted an environmental audit at the site and has reviewed historic and archaeological records. The NRC staff also contacted twenty-four Native American Tribes identified as having potential interest in the proposed undertaking. To date, no comments have been received.

In the context of the National Environmental Policy Act of 1969, under which the draft environmental impact statement was prepared, the NRC staff's preliminary determination is that the impact of license renewal on historical and archaeological resources is SMALL and additional mitigation is not warranted. Under the provisions of the National Historic Preservation Act of 1966, the NRC staff's preliminary determination is that there will be no historic properties affected for the proposed action.

N. Archabal

Please note that the period for public comment expires on May 4, 2006. If your office requires additional time, or if there are any other questions regarding this correspondence, please have your representative contact the Environmental Project Manager, Jennifer A. Davis, at 301-415-3835 or via e-mail at JXD10@nrc.gov.

Sincerely, /RA/ Rani Franovich, Branch Chief Environmental Branch B Division of License Renewal Office of Nuclear Reactor Regulation

Docket No. 50-263

Enclosure: As stated

cc w/o encl.: See next page

N. Archabal

Please note that the period for public comment expires on May 4, 2006. If your office requires additional time, or if there are any other questions regarding this correspondence, please have your representative contact the Environmental Project Manager, Jennifer A. Davis, at 301-415-3835 or via e-mail at JXD10@nrc.gov.

> Sincerely, /RA/ Rani Franovich. Branch Chief **Environmental Branch B** Division of License Renewal Office of Nuclear Reactor Regulation

Docket No. 50-263

Enclosure: As stated

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Adams Accession Nos.

1. Letter to N. Archabal w/Svc. List: ML060440138

2. NUREG-1437, GEIS for License Renewal of Nuclear Plants, Suppl. 26, Re: Monticello Nuclear Generating Plant, Draft Report for Comment: ML060190072

3. Pkg: ML060440216

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Monticello Nuclear Generating Plant

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