



**UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION IV
611 RYAN PLAZA DRIVE, SUITE 400
ARLINGTON, TEXAS 76011-4005**

June 19, 2006

Mr. John S. Keenan
Senior Vice President – Generation and Chief Nuclear Officer
Pacific Gas and Electric Company
PO Box 770000
Mail Code B32
San Francisco, CA 94177-0001

SUBJECT: CLOSURE OF INVESTIGATION (OI 4-2006-016)

Dear Mr. Keenan:

This refers to an investigation conducted by the NRC Office of Investigations (OI) regarding activities at Humboldt Bay Power Plant Unit 3 facility. OI initiated the investigation on January 30, 2006, to determine whether employees at the facility willfully violated procedures during a search for spent fuel fragments. The NRC also performed an inspection relating to the technical concerns (NRC Inspection Report No. 050-00133/05-003).

Based on the evidence developed during the investigation, testimony, and document reviews, the allegation that employees willfully violated procedures was not substantiated. The NRC plans no further action related to this matter and considers this investigation closed.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

Sincerely,

/RA/

Leonard D. Wert, Jr., Director
Division of Nuclear Materials Safety

Docket: 50-133
License: DPR-7

bcc: Allegation File

SUNSI Review Completed: SPR ADAMS: Yes No Initials: SPR
 Publicly Available Non-Publicly Available Sensitive Non-Sensitive

OFFICE	RIV:SAC	RC	C:FCDB	D:DNMS
NAME	HAFreeman	KDFuller	DBSpitzberg	LDWert
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DATE	6/12/2006	6/14/2006	6/16/2006	6/19/2006

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