

Confirmatory Action Letter - CAL-4-07-004

A subsidiary of Pinnacle West Capital Corporation

Palo Verde Nuclear
Generating Station

Dwight C. Mims
Vice President
Regulatory Affairs and Plant Improvement

Tel. 623-393-5403
Fax 623-393-6877

Mail Station 7605
P. O. Box 52034
Phoenix, Arizona 85072-2034

102-05770-DCM/SAB/REB
November 28, 2007

Mr. E. E. Collins Jr.
Regional Administrator, Region IV
U.S. Nuclear Regulatory Commission
611 Ryan Plaza Drive, Suite 400
Arlington, TX 76011-4005

Reference: Confirmatory Action Letter CAL-4-07-004 dated June 21, 2007 from Bruce Mallet,
Region IV NRC, to Randall K. Edington

Dear Sirs:

**Subject: Palo Verde Nuclear Generating Station (PVNGS)
Units 1, 2, and 3
Docket Nos. STN 50-528/529/530
Confirmatory Action Letter (CAL)
Action 5 Extension Request**

Confirmatory Action Letter CAL-4-07-004 was issued to Arizona Public Service Company (APS) to document the initial actions needed to address the performance problem areas that resulted in APS entering Column IV of the NRC's action matrix. Action 5 in the referenced CAL was for APS to:

Submit the portions of the modified improvement plan that impacts the Reactor Safety strategic performance area, including safety culture improvement initiatives by November 30, 2007.

The purpose of this letter is to confirm our verbal agreement to extend the date for submitting the modified improvement plan to December 31, 2007. This extension will permit APS to complete integration of the corrective actions from the evaluations that have been performed through the ImpACT (Improved Performance and Cultural Transformation) process. Some of these evaluations have recently been completed and others have been expanded in scope and are nearing completion. Each evaluation initiated corrective actions that now must be integrated into the improvement plan. Integration of these corrective actions requires multiple reviews and, in many instances, involves key personnel who are also working on 95003 inspection-related activities and/or the Unit 3 steam generator replacement outage.

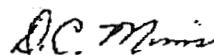
NRC Region IV
Confirmatory Action Letter 04-07-004
Pg. 2

APS makes the following commitment in this letter:

APS will submit the portions of the modified improvement plan that impacts the Reactor Safety strategic performance area, including safety culture improvement initiatives by December 31, 2007.

If you have any questions please contact Scott Bauer, Regulatory Affairs Director, at (623) 393-5978.

Sincerely,



DCM/SAB/REB/gat

cc: E. E. Collins Jr. NRC Region IV Regional Administrator
M. T. Markley NRC NRR Project Manager - (send electronic and paper)
G. G. Warnick NRC Senior Resident Inspector for PVNGS