

SAFEGUARDS INFORMATION

April 24, 2008

Mr. Richard L. Anderson
Vice-President
Duane Arnold Energy Center
3277 DAEC Road
Palo, IA 52324-9785

SUBJECT: DUANE ARNOLD ENERGY CENTER
NRC SECURITY BASELINE INSPECTION REPORT 05000331/2008402(DRS)

Dear Mr. Anderson:

On March 14, 2008, the U. S. Nuclear Regulatory Commission (NRC) completed a security baseline inspection at your Duane Arnold Energy Center. The inspection covered one or more of the key attributes of the security cornerstone of the NRC's Reactor Oversight Process. The enclosed inspection report documents the inspection results, which were discussed on March 14, 2008, with you and other members of your staff.

The inspection examined activities conducted under your license as they relate to security and compliance with the Commission's rules and regulations and with the conditions of your license. The inspectors reviewed selected procedures and records, observed activities, and interviewed personnel.

Based on the results of this inspection, no findings of significance were identified. However, a licensee-identified violation which was determined to be of very low security significance is listed in this report. The NRC is treating this violation as a non-cited violation (NCV) consistent with Section VI.A.1 of the NRC Enforcement Policy because of the very low security significance of the violation and because it was entered into your corrective action program. If you contest this non-cited violation, you should provide a response within 30 days of the date of this inspection report, with the basis for your denial, to the Nuclear Regulatory Commission, ATTN.: Document Control Desk, Washington DC 20555-0001; with copies to the Regional Administrator, Region III; the Director, Office of Enforcement, United States Nuclear Regulatory Commission,

EXEMPT FROM PUBLIC DISCLOSURE
May be exempt from public release under the Freedom of Information Act (5 U.S.C. 552)

Exemption number: 5
Nuclear Regulatory Commission review required before public release.

Jure Kutlesa RIII/DRS/PSB
Name and organization of person making determination.

Date of determination: 04/03/2008

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R. Anderson

-2-

Washington, DC 20555-0001; and the NRC Resident Inspector at the Duane Arnold Energy Center.

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 System (PARS) component of NRC's Agencywide Documents Access and Management System (ADAMS), accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room). However, because of the security-related concerns contained in the enclosures, and in accordance with 10 CFR 2.390, a copy of this letter's enclosure will not be available for public inspection.

Should you have any questions concerning this inspection, we will be pleased to discuss them with you.

Sincerely,

/RA/

Eric Duncan, Chief
Plant Support Branch
Division of Reactor Safety

Docket No. 50-331
License No. DPR-49

Nonpublic Enclosure: Inspection Report 05000331/2008402(DRS)
w/Attachment: Supplemental Information
(SAFEGUARDS INFORMATION)

cc w/encl **(SAFEGUARDS INFORMATION)**:
D. Riffle, NSIR/DSO/DDSO
M. Rasmusson, State Liaison Officer

See Attached Distribution

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SEE PREVIOUS CONCURRENCES

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Letter to Richard L. Anderson from Eric Duncan dated April 24, 2008.

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M. Nazar, Senior Vice President and Chief
Operating Officer
J. Stall, Senior Vice President, Nuclear and Chief
Nuclear Officer
R. Helfrich, Senior Attorney
M. Ross, Managing Attorney
R. Kundalkar, Vice President, Nuclear Engineering
J. Bjorseth, Site Director
D. Curtland, Plant Manager
S. Catron, Manager, Regulatory Affairs
Chief Radiological Emergency Preparedness Section,
Dept. Of Homeland Security

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