SAFEGUARDS INFORMATION

June 23, 2008

Mr. Joe Grimes Site Vice President Exelon Generation Company Peach Bottom Atomic Power Station 1848 Lay Road Delta, PA 17314

SUBJECT: PEACH BOTTOM ATOMIC POWER STATION UNITS 2 AND 3 - SECURITY

INSPECTION 05000277/2008201 AND 05000278/2008201

Dear Mr. Grimes:

On May 9, 2008, the U.S. Nuclear Regulatory Commission (NRC) completed a security baseline inspection at the Peach Bottom Atomic Power Station, Units 2 and 3. 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 May 9, 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 inspector reviewed selected procedures and records, observed activities, and interviewed personnel. No findings of significance were identified.

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). However, because of the security-related concerns contained in the enclosure, and in accordance with 10 CFR 2.390, a copy of this letter's enclosures will not be available for public inspection.

Enclosure Contains Safeguards Information. Upon separation, this page is decontrolled.

SAFEGUARDS INFORMATION

J. Grimes -2-

Should you have any questions concerning this letter, please contact us. Your cooperation is appreciated.

Sincerely,

/RA/

Ronald J. Albert, Chief Security Performance Evaluation Branch Security Oversight Division of Security Operations Office of Nuclear Security and Incident Response

Docket Nos.: 50-277, 50-278 License Nos.: DPR-44, DPR-56

Non-public Enclosure: Inspection Report 05000277/2008201, 05000278/2008201

cc w/ encl: J. Kovalchick,

Security Manager

Peach Bottom Atomic Power Station

1848 Lay Road Delta, PA 17314

cc w/o encl: David J. Allard

PA Department of Environmental Protection, Bureau of Radiation Protection

Rachel Carson State Office Building

400 Market Street, 13th Floor Harrisburg, PA 17101-2301

James F. Powers, Jr.

Director, Homeland Security

Pennsylvania Office of Homeland Security

2605 Interstate Drive Harrisburg, PA 17110

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DATE	06/20/2008	06/20/2008	06/23/2008	6/23/2008