July 24, 2008

Mr. Michael D. Wadley
Site Vice President
Prairie Island Nuclear Generating Plant
Nuclear Management Company, LLC
1717 Wakonade Drive East
Welch, MN 55089

SUBJECT: PRAIRIE ISLAND NUCLEAR GENERATING PLANT, UNITS 1 AND 2
NRC SECURITY BASELINE INSPECTION REPORT 05000282/2008403(DRS);
05000306/2008403(DRS)

Dear Mr. Wadley:

On June 20, 2008, the U. S. Nuclear Regulatory Commission (NRC) completed a security baseline inspection at your Prairie Island Nuclear Generating Plant, Units 1 and 2. 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 June 20, 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.

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 is 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, Washington, DC 20555-0001; and the NRC Resident Inspector at the Prairie Island Nuclear Generating Plant, Units 1 and 2.

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

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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 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. 50-282; 50-306
License No. DPR-42; DPR-60

Nonpublic Enclosure: Inspection Report 05000282/2008403(DRS);
05000306/2008403(DRS)
w/Attachment: Supplemental Information

cc w/encl: D. Riffle, NSIR/DSO/DDSO

cc w/o encl: D. Koehl, Chief Nuclear Officer
Regulatory Affairs Manager
P. Glass, Assistant General Counsel
Nuclear Asset Manager
Tribal Council, Prairie Island Indian Community
Administrator, Goodhue County Courthouse
Commissioner, Minnesota Department of Commerce
Manager, Environmental Protection Division Office of the Attorney General of Minnesota
Emergency Preparedness Coordinator, Dakota County Law Enforcement Center

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Emergency Preparedness Coordinator, Dakota County Law Enforcement Center

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Letter to Michael D. Wadley from Eric Duncan dated July 24, 2008.

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NRC SECURITY BASELINE INSPECTION REPORT 05000282/2008403(DRS);
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