

UNITED STATES NUCLEAR REGULATORY COMMISSION

REGION IV 612 EAST LAMAR BLVD, SUITE 400 ARLINGTON, TEXAS 76011-4125

JUN 2 9 2011

Randall K. Edington, Executive Vice President, Nuclear/CNO Arizona Public Service Company P.O. Box 52034, Mail Stop 7602 Phoenix, AZ 85072-2034

SUBJECT: CLOSURE OF INVESTIGATION (OI 4-2010-019)

Dear Mr. Edington:

This refers to an investigation conducted by the NRC's Office of Investigations regarding activities at the Palo Verde Nuclear Generating Station. The Office of Investigations initiated the investigation to determine whether a Day and Zimmerman Atlantic contractor working at Arizona Public Service Company's Palo Verde Nuclear Generating Station was subjected to discrimination for reporting safety concerns.

Based on the evidence developed during the investigation, testimony, and document reviews, the alleged discrimination was determined not to be substantiated. The NRC plans no further action related to the discrimination aspect of this allegation 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,

Nicholas H. Taylor

Senior Allegations Coordinator

Docket: 528; 529; 530

License: NPF-41; NPF-51; NPF-74