

June 18, 2013

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

SUBJECT: PALO VERDE NUCLEAR GENERATING STATION, UNITS 1, 2, AND 3 –  
NRC SECURITY INSPECTION REPORT 05000528/2013201,  
05000529/2013201 AND 05000530/2013201

Dear Mr. Edington:

On May 9, 2013, the U.S. Nuclear Regulatory Commission (NRC) completed a security baseline inspection at the Palo Verde Nuclear Generating Station Units, 1, 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, 2013, with Robert Bement, Senior Vice President of Nuclear Operations 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.

In accordance with Title 10 of the *Code of Federal Regulations* (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). ADAMS is accessible from the NRC Website at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room). However, because of the security-related information 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.

In accordance with 10 CFR 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for your response, if any. This practice will ensure that your response will not be made available electronically for public inspection in the NRC Public Document Room or from the NRC's PARS,

The enclosure transmitted herewith contains SUNSI. When separated from the enclosure, this transmittal document is decontrolled.
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R. Edington

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ADAMS. If Safeguards Information is necessary to provide an acceptable response, please provide the level of protection described in 10 CFR 73.21. Otherwise, mark your entire response "Security-Related Information - Withhold Under 10 CFR 2.390" and follow the instructions for withholding in 10 CFR 2.390(b)(1).

Sincerely,

*/RA/*

Garmon West, Jr., Chief  
Security Training and Support Branch  
Division of Security Operations  
Office of Nuclear Security and Incident Response

Docket Nos.: 50-528, 50-529, 50-530  
License Nos.: NPF-41, NPF-51, NPF-74

Enclosure: Inspection Report 05000528/2013201, 05000529/2013201 and 05000530/2013201  
and Supplemental Information w/Attachments

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R. Edington

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ADAMS. If Safeguards Information is necessary to provide an acceptable response, please provide the level of protection described in 10 CFR 73.21. Otherwise, mark your entire response "Security-Related Information - Withhold Under 10 CFR 2.390" and follow the instructions for withholding in 10 CFR 2.390(b)(1).

Sincerely,

**/RA/**

Garmon West, Jr., Chief  
Security Training and Support Branch  
Division of Security Operations  
Office of Nuclear Security and Incident Response

Docket Nos.: 50-528, 50-529, 50-530  
License Nos.: NPF-41, NPF-51, NPF-74

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