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UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION IV
1600 E LAMAR BLVD
ARLINGTON, TX 76011-4511

April 23, 2015

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

SUBJECT: PALO VERDE NUCLEAR GENERATING STATION, UNITS 1, 2, AND 3 –
NRC SECURITY INSPECTION REPORT 05000528/2015404,
05000529/2015404, AND 05000530/2015404

Dear Mr. Edington:

On March 26, 2015, the U.S. Nuclear Regulatory Commission (NRC) completed a security inspection at Palo Verde Nuclear Generating Station, Units 1, 2 and 3. An NRC inspector discussed the results of this inspection with Mr. Dwight Mims, Senior VP, Regulatory and Oversight, and other members of your staff. The inspector documented the results of this inspection in the enclosed inspection report.

The NRC inspector did not identify any findings or violations of more than minor significance.

In accordance with Title 10 of the *Code of Federal Regulations* (10 CFR) 2.390, "Public Inspections, Exemptions, Requests for Withholding," of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the NRC's Public Document Room or from the Publicly Available Records (PARS) component of the NRC's Agencywide Documents Access and Management 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, the material enclosed herewith contains Security-Related Information in accordance with 10 CFR 2.390(d)(1) and its disclosure to unauthorized individuals could present a security vulnerability. Therefore, the material in the enclosure will not be made available electronically for public inspection in the NRC's Public Document Room or from the Publicly Available

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Sincerely,

/RA/ Paul J. Elkmann for

Mark S. Haire
Chief, Plant Support Branch 1
Division of Reactor Safety

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

Nonpublic Enclosure:
NRC Inspection Report 05000528/2015404,
05000529/2015404, 05000530/2015404
w/Attachment: Supplemental Information

cc w/enclosure:
Mr. Michael J. Cosenza
Department Leader, Nuclear Security Programs
Arizona Public Service Company
P.O. Box 52034, MS 7002
Phoenix, AZ 85072-2034

cc w/o enclosure:
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Letter to Randall K. Edington from Mark S. Haire, dated April 23, 2015

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NRC SECURITY INSPECTION REPORT 05000528/2015404,
05000529/2015404, AND 05000530/2015404

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