

~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~



**UNITED STATES
NUCLEAR REGULATORY COMMISSION**

REGION IV
1600 E. LAMAR BLVD.
ARLINGTON, TX 76011-4511

July 28, 2016

Mr. Dennis Koehl
President and CEO
STP Nuclear Operating Company
South Texas Project Electric
Generating Station
P.O. Box 289
Wadsworth, TX 77483

SUBJECT: SOUTH TEXAS PROJECT ELECTRIC GENERATING STATION,
UNITS 1 AND 2 - NRC SECURITY INSPECTION REPORT 05000498/2016406
AND 05000499/2016406

Dear Mr. Koehl:

On June 16, 2016, the U.S. Nuclear Regulatory Commission (NRC) completed a security inspection at the South Texas Project Electric Generating Station, Units 1 and 2. On June 16, 2016, the NRC inspectors discussed the results of this inspection with Mr. G. Powell, Executive Vice President and Chief Nuclear Officer, and other members of your staff. Inspectors documented the results of this inspection in the enclosed inspection report.

NRC inspectors documented two findings of very low security significance (Green) in this report. Both of these findings involved violations of NRC requirements. The NRC is treating these violations as non-cited violations (NCVs) consistent with Section 2.3.2.a of the Enforcement Policy.

If you contest the violation(s) or significance of these NCVs, you should provide a response within 30 days of the date of this inspection report, with the basis for your denial, to the U.S. Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, DC 20555-0001; with copies to the Regional Administrator, Region IV; the Director, Office of Enforcement, U.S. Nuclear Regulatory Commission, Washington, DC 20555-0001; and the NRC resident inspector at the South Texas Project Electric Generating Station, Units 1 and 2.

If you disagree with a cross-cutting aspect assignment in this report, you should provide a response within 30 days of the date of this inspection report, with the basis for your disagreement, to the Regional Administrator, Region IV; and the NRC resident inspectors at the South Texas Project Electric Generating Station.

“Enclosure transmitted herewith contains SUNSI. When separated from enclosure, this transmittal document is decontrolled.”

~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~

~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~

D. Koehl

- 2 -

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 and Procedure," 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 NRC's Agencywide Document 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 Public Document Room or from the PARS component of NRC's ADAMS. If you choose to provide a response and Security-Related Information is necessary to provide an acceptable response, please mark your entire response "Security-Related Information-Withhold from Public Disclosure under 10 CFR 2.390" in accordance with 10 CFR 2.390(d)(1) and follow the instructions for withholding in 10 CFR 2.390(b)(1). In accordance with 10 CFR 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for your response.

Sincerely,

/RA/

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

Docket Nos. 50-498 and 50-499
License Nos. NPF-76 and NPF-80

Nonpublic Enclosure:
Inspection Report 05000498/2016406
and 05000499/2016406 w/Attachment:
Supplemental Information

~~OFFICIAL USE ONLY - SECURITY-RELATED INFORMATION~~

~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~

D. Koehl

- 2 -

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 and Procedure," 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 NRC's Agencywide Document 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 Public Document Room or from the PARS component of NRC's ADAMS. If you choose to provide a response and Security-Related Information is necessary to provide an acceptable response, please mark your entire response "Security-Related Information-Withhold from Public Disclosure under 10 CFR 2.390" in accordance with 10 CFR 2.390(d)(1) and follow the instructions for withholding in 10 CFR 2.390(b)(1). In accordance with 10 CFR 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for your response.

Sincerely,

/RA/

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

Docket Nos. 50-498 and 50-499
License Nos. NPF-76 and NPF-80

Nonpublic Enclosure:
Inspection Report 05000498/2016406
and 05000499/2016406 w/Attachment:
Supplemental Information

Distribution:
See next page

ADAMS ACCESSION NUMBER: ML16210A481

Entire Report: <input checked="" type="checkbox"/> SUNSI Review: MLC		<input type="checkbox"/> Non-Sensitive <input checked="" type="checkbox"/> Sensitive		<input type="checkbox"/> Publicly Available <input checked="" type="checkbox"/> Non-Publicly Available		Keyword: NRC-002 MD 3.4 Non-Public A.3	
Cover Letter Only: <input checked="" type="checkbox"/> SUNSI Review: MLC		<input checked="" type="checkbox"/> Non-Sensitive <input type="checkbox"/> Sensitive		<input checked="" type="checkbox"/> Publicly Available <input type="checkbox"/> Non-Publicly Available		Keyword: NRC-002 SUNSI Review Complete	
OFFICE	PSI:PSB1	PSI:PSB1	C:PSB1	C:PBB	C:PSB1		
NAME	MChambers	JRLarsen	MHaire	NTaylor	MHaire		
SIGNATURE	e-mail	e-mail	e-mail	/RA/	/RA/		
DATE	7/25/16	7/25/16	7/25/16	7/28/16	7/28/16		

OFFICIAL RECORD COPY

~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~

Letter to Dennis L. Koehl from Mark S. Haire, dated July 28, 2016

SUBJECT: SOUTH TEXAS PROJECT ELECTRIC GENERATING STATION,
UNITS 1 AND 2 - NRC SECURITY INSPECTION REPORT 05000498/2016406
AND 05000499/2016406

Distribution w/enclosure:

Security Specialist/NSIR (Eric.Wharton@nrc.gov)
Security Specialist/NSIR (Niry.Simonian@nrc.gov)
Chief, Security Performance Evaluation Branch/NSIR (Clay.Johnson@nrc.gov)
Security Specialist/NSIR (Douglas.Garner@nrc.gov)
Branch Chief, RI DRS/PSB1 (Raymond.McKinley@nrc.gov)
Branch Chief, RII DRS/PSB1 (Binoy.Desai@nrc.gov)
Branch Chief, RIII DRS/PSB (Steven.Orth@nrc.gov)
Regional Administrator (Kriss.Kennedy@nrc.gov)
Deputy Regional Administrator (Scott.Morris@nrc.gov)
DRP Director (Troy.Pruett@nrc.gov)
DRP Deputy Director (Ryan.Lantz@nrc.gov)
DRS Director (Anton.Vegel@nrc.gov)
DRS Deputy Director (Jeff.Clark@nrc.gov)
Branch Chief, DRS/PSB1 (Mark.Haire@nrc.gov)
Senior Resident Inspector (Alfred.Sanchez@nrc.gov)
Administrative Assistant (Lynn.Wright@nrc.gov)
Resident Inspector (Nicholas.Hernandez@nrc.gov)
Branch Chief, DRP/B (Nick.Taylor@nrc.gov)
Senior Project Engineer, DRP/B (David.Proulx@nrc.gov)
Project Engineer, DRP/B (Shawn.Money@nrc.gov)
Project Engineer, DRP/B (Steven.Janicki@nrc.gov)

Distribution w/o enclosure:

Public Affairs Officer (Victor.Dricks@nrc.gov)
Project Manager (Lisa.Regner@nrc.gov)
Team Leader, DRS/IPAT (Thomas.Hipschman@nrc.gov)
RITS Coordinator (Marisa.Herrera@nrc.gov)
Regional Counsel (Karla.Fuller@nrc.gov)
Technical Support Assistant (Loretta.Williams@nrc.gov)
Senior Congressional Affairs Officer (Jenny.Weil@nrc.gov)
RIV Congressional Affairs Officer (Angel.Moreno@nrc.gov)
RIV/ETA: OEDO (Jeremy.Bowen@nrc.gov)
ACES (R4Enforcement.Resource@nrc.gov)
SAIC (Gayle.Walker@nrc.gov)
RSLO (Bill.Maier@nrc.gov)
RidsOeMailCenter Resource

~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~