



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

February 21, 2017

Mr. Robert S. Bement
Executive Vice President Nuclear/
Chief Nuclear Officer
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 05000528/2017403,
05000529/2017403 AND 05000530/2017403

Dear Mr. Bement:

On January 12, 2017, the U.S. Nuclear Regulatory Commission (NRC) completed a security inspection at your Palo Verde Nuclear Generating Station, Units 1, 2, and 3. The NRC inspector discussed the results of this inspection with Ms. M. Lacal, Vice President, Nuclear Regulatory Oversight, and other members of your staff. The results of this inspection are documented in the enclosed report.

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

This letter will be made available for public inspection and copying at <http://www.nrc.gov/reading-rm/adams.html> and at the NRC Public Document Room in accordance with 10 CFR 2.390, "Public Inspections, Exemptions, and Requests for Withholding."

However, the enclosed report contains Security-Related Information, so the enclosed report will not be made publically available in accordance with 10 CFR 2.390(d)(1). If you choose to provide a response that contains Security-Related Information, please mark your entire response "Security-Related Information–Withhold from public disclosure under 10 CFR 2.390"

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

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in accordance with 10 CFR 2.390(d)(1) and follow the instructions for withholding in 10 CFR 2.390(b)(1). The NRC is waiving the affidavit requirements for your response in accordance with 10 CFR 2.390(b)(1)(ii).

Sincerely,

/RA/

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:
Inspection Report 05000528/2017403,
05000529/2017403 and 05000530/2017403
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

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Electronic Distribution for Palo Verde Nuclear Generating Station

ADAMS ACCESSION NUMBER: ML17052A821

Entire Report: ADAMS: Non-Publicly Available Non-Sensitive Keyword:
 SUNSI Review: By: Yes No Publicly Available Sensitive MD 3.4 A.3

Cover Letter Only: ADAMS: Non-Publicly Available Non-Sensitive Keyword:
 SUNSI Review: By: Yes No Publicly Available Sensitive NRC-002

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