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UNITED STATES NUCLEAR REGULATORY COMMISSION REGION IV 1600 EAST LAMAR BOULEVARD ARLINGTON, TEXAS 76011-4511

June 18, 2019

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 – NRC CYBER SECURITY INSPECTION REPORT 05000528/2019412, 05000529/2019412, AND 05000530/2019412

Dear Mr. Bement:

On April 4, 2019, the U.S. Nuclear Regulatory Commission (NRC) completed the onsite portion of an inspection to review an open unresolved item at your Palo Verde Nuclear Generating Station, Units 1, 2, and 3. On May 23, 2019, the NRC inspector discussed the results of this inspection with Mr. D. Elkinton, Section Leader, Compliance – Nuclear Regulatory Affairs, and other members of your staff. The results of this inspection are documented in the enclosed report.

Based on the results of this inspection, no findings of significance were identified.

This letter will be made available for public inspection and copying at <u>http://www.nrc.gov/reading-rm/adams.html</u> and the NRC Public Document Room in accordance with 10 CFR 2.390, "Public Inspections, Exemptions, Requests for Withholding." However, the enclosed report contains Security-Related Information, so the enclosed report will not be made publicly 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," in accordance with 10 CFR 2.390(d)(1) and follow the instructions for withholding in 10 CFR 2.390(b)(1).

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R. Bement

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

Sincerely,

/RA/

Nicholas H. Taylor, Chief Engineering Branch 2 Division of Reactor Safety

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

Non-Public Enclosure: NRC Inspection Report 05000528/2019412, 05000529/2019412, and 05000530/2019412

cc: Mr. Samuel S. West Director, Nuclear Security & Emergency Arizona Public Service Company P.O. Box 52034, MS 7398 Phoenix, AZ 85072-2034

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PALO VERDE NUCLEAR GENERATING STATION – NRC CYBER SECURITY INSPECTION REPORT 05000528/2019412, 05000529/2019412, AND 05000530/2019412 – JUNE 18, 2019

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