

RSB

SAFEGUARDS INFORMATION



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION V

1450 MARIA LANE, SUITE 210
WALNUT CREEK, CALIFORNIA 94596

JAN 09 1985

Docket No. 50-528

Arizona Public Service Company
P. O. Box 21666
Phoenix, Arizona 85836

Attention: Mr. E. E. Van Brunt, Jr.
Vice President, Nuclear Production

Gentlemen:

Subject: NRC Inspection - Palo Verde Unit 1

This letter refers to the pre-operational physical security inspection of your activities at Palo Verde Nuclear Generating Station (PVNGS) Unit 1, by Messrs. D. W. Schaefer and L. R. Norderhaug of this office and members of the NRC Resident Inspector Staff at Palo Verde on December 10-14 and 20, 1984. It also refers to the discussion of our inspection findings with Mr. E. E. Van Brunt, Jr., APS Vice President, and members of his staff on December 14, 1984.

Areas examined during this inspection included activities related to physical protection as described in the enclosed inspection report. Within these areas, the inspection consisted of selective examinations of procedures and records, interviews with facility personnel and observations by the inspectors.

Within the scope of this inspection, no violations were observed.

In accordance with Section 2.790(d) of the NRC's Rules of Practice, Part 2, Title 10 Code of Federal Regulations, documentation of the findings of your safeguards and security procedures are exempt from public disclosure; therefore, the enclosed report will not be placed in the Public Document Room and will receive limited distribution.

We have determined that the enclosed inspection report contains Safeguards Information and must be protected against unauthorized disclosure in accordance with the provisions of 10 CFR 73.21.

ENCLOSURE CONTAINS
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Should you have any questions concerning this letter, we will be glad to discuss them with you.

Sincerely,

James L. Montgomery

James L. Montgomery, Chief
Nuclear Materials Safety and
Safeguards Branch

Enclosure:

Inspection Report

No. 50-528/84-58 (IE-V-668)

cc w/enclosure:

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