SAFEGUARDS INFORMATION

NOV 8 0 1988

Docket Nos. 50-528, 50-529 and 50-530

Arizona Nuclear Power Project P. O. Box 52034 Phoenix, Arizona 85072-2034

Attention: Mr. D. B. Karner, Executive Vice President

Project Director

Gentlemen:

This acknowledges receipt of Mr. E. E. Van Brunt's letter of December 3, 1987, by which you transmitted Amendment 17 to the Palo Verde Nuclear Generating Station (PVNGS), Units 1, 2, and 3, Physical Security Plan. We have reviewed the plan amendment and have determined that portions of the plan changes are consistent with the provisions of 10 CFR 50.54(p) and are therefore acceptable. However, certain portions were not acceptable as indicated in the attached enclosure. Accordingly, you are to follow your previously approved plan in regard to these items.

Based on a telephonic discussion between A. McQueen of this office and members of the Palo Verde security and licensing staff on November 22, 1988, we understand that section 15 of this amendment will be rewritten to conform to regulatory requirements pertaining to protection of special nuclear material of moderate and/or low strategic significance, as applicable.

Should you wish to pursue changing the security plan with respect to the changes set forth in the enclosure, you should resubmit under the provisions of 10 CFR 50.90.

The enclosure to this letter contains Safeguards Information which is required to be protected against unauthorized disclosure in accordance with 10 CFR 73.21.

the enclosures to your letter contain Safeguards Information of a type specified in 10 CFR 73.21 and are being withheld from public disclosure.

If you have any questions concerning this matter, please contact A. D. McQueen of this office at (415) 943-3770.

Sincerely,

original signed by

Ross A. Scarano, Director Factorision of Radiation Safety and Safeguards

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Enclosure:

As stated

ENCLOSURE CONTAINS SAFEGUARDS INFORMATION, UPON SEPARATION THIS FAGE IS DECONTROLLED.

SAFEGUARDS INFORMATION

or Wo Enci:

Service List

Document Control Desk, HQ

cc w/Encl:

R. Erickson, Chief, RSGB, NRR E. McPeek: PDRS, NRR

NRR Docket File, HQ L. R. Norderhaug, RV A. D. McQueen, RV

RV ADM RV + OM AWN 105 April 11/30 /88 11/30 /88 11/30 /88 11/30 /88

Mr. Donald B. Karner Arizona Nuclear Power Project Executive Vice President Post Office Box 52034 Phoenix, Arizona 85072-2034

Palo Verde

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Mr. Charles B. Brinkman, Manager Washington Nuclear Operations Combustion Engineering, Inc. 7910 Woodmont Avenue Suite 1310 Bethesda, Maryland 20814 cc:

Chairman Arizona Corporation Commission Post Office Box 6019 Phoenix, Arizona 85003

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