April 30, 1986 EN 86-28

OFFICE OF INSPECTION AND ENFORCEMENT NOTIFICATION OF SIGNIFICANT ENFORCEMENT ACTION

Licensee: Arizona Nuclear Power Project

(Palo Verde Nuclear Generating Station)

Docket Nos. 50-528 and 50-529

Subject: PROPOSED IMPOSITION OF CIVIL PENALTIES - \$100,000

This is to inform the Commission that a Notice of Violation and Proposed Imposition of Civil Penalties in the amount of \$100,000 will be issued on or about May 5, 1986 to Arizona Nuclear Power Project. This action is based on multiple security violations including access control, degraded vital area barriers, and failure to report. The civil penalties have been increased because of multiple examples of violations and the licensee's prior notice of similar problems.

It should be noted that the licensee has not been specifically informed of the enforcement action. The Regional Administrator has been authorized by the Director, Office of Inspection and Enforcement, to sign this action. The schedule of issuance and notification is:

Mailing of Notice May 5, 1986 Telephone Notification of Licensee May 5, 1986

A news release has been prepared and will be issued 24 hours from the time the licensee receives the Notice. The State of Arizona will be notified.

The licensee has thirty days from the date of the Notice in which to respond. Following NRC evaluation of the response, the civil penalty may be remitted, mitigated, or imposed by Order.

Contact: P. Robinson, IE 29583

J. Axelrad, IE 24909

Distribution: 5520 H Street //:50 MNBE Chairman Palladino EDO MNBB 1:50 Phillips //:50 Willste 1:48 EW NRR IE NMSS Comm. Roberts DED/ROGR OIA RES Comm. Asselstine PA OI Comm. Bernthal ELD AEOD Comm. Zech ACRS SECY Air Rights /:40 Regional Offices MAIL CA RI //: 50 RIV //: 50 ADM: Doc. Mgt. Br. PE 5520 RII 11:50 RV 11:50 PDR RIII 11:50

PRELIMINARY INFORMATION - NOT FOR PUBLIC DISCLOSURE UNTIL MAY 6, 1986.

8605080391 860430 PDR 1&E EN-86-028 PDR