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U. S. NUCLEAR REGULATORY COMMISSION

REGION V

Report Nos. 50-528/86-35 and 50-529/86-35 (IE-V-781)

Docket Nos. 50-528 and 50-529

License Nos. NPF-41 and NPF-51

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

Facility Name: Palo Verde Nuclear Generating Station, Units 1 and 2

Inspected at: Wintersburg, Arizona

Inspection conducted: November 10 through 13, 1986

Date of Last Physical Security Inspection: July 28 - August 1 and 13, 1986

Type of Inspection: Special, Physical Security Inspector: D. Schaefer, Physical Security Inspector

Approved By:

M. D. Schuster, Chief, Safeguards Section Date Signed

Inspection Summary:

Area Inspected: Allegation RV-85-A-0068 titled: Alleged Management Cover-Up of Investigation. During this inspection, Inspection Procedures 30703 and 90713 were covered.

<u>Results</u>: The licensee was found to be in compliance with NRC requirements within the areas examined during the inspection.

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