



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION II
SAM NUNN ATLANTA FEDERAL CENTER
61 FORSYTH STREET SW SUITE 23T85
ATLANTA, GEORGIA 30303-8931

February 3, 2004

SAFEGUARDS INFORMATION

Duke Energy Corporation

ATTN: Mr. G. R. Peterson

Vice President

McGuire Nuclear Station

12700 Hagers Ferry Road

Huntersville, NC 28078-8985

SAFEGUARDS INFORMATION REMOVED

SUBJECT: McGUIRE NUCLEAR STATION - PHYSICAL SECURITY INSPECTION
REPORT 05000369/2003008 AND 05000370/2003008

Dear Mr. Peterson:

On January 7, 2004, the NRC completed an inspection related to your McGuire Nuclear Station. The enclosed report documents the inspection details which were discussed on January 7, 2004, with Mr. Gary Peterson and other members of your staff.

The inspection examined activities conducted under your license as they relate to public health and safety, the common defense and security, and compliance with the Commission's regulations, orders, and the conditions of your license. The inspectors reviewed selected procedures and records, and interviewed personnel.

The material enclosed herewith contains Safeguards Information as defined by 10 CFR 73.21 and its disclosure to unauthorized individuals is prohibited by Section 147 of the Atomic Energy Act of 1954, as amended. Therefore, the material will not be placed in the Public Document Room.

In accordance with 10 CFR 2.790 of the NRC's "Rules of Practice," a copy of this letter, without the enclosures, will be made available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

**DOCUMENT CONTAINS
SAFEGUARDS INFORMATION**

**ENCLOSURE CONTAINS
SAFEGUARDS INFORMATION
UPON SEPARATION THIS
PAGE IS DECONTROLLED**

Should you have any questions concerning this letter, please contact us.

Sincerely,

/RA/

Charles A. Casto, Director
Division of Reactor Safety

Docket Nos. 50-369, 50-370
License Nos. NPF-9, NPF-17

Enclosures: As Stated (**SAFEGUARDS INFORMATION**)

cc w/encl (**SAFEGUARDS INFORMATION**) :

C. J. Thomas
Regulatory Compliance Manager (MNS)
Duke Energy Corporation
MN01RC
12700 Hagers Ferry Road
Huntersville, NC 28078-8985

M. T. Cash, Manager
Regulatory Issues & Affairs
Duke Energy Corporation
526 S. Church Street
Charlotte, NC 28201-0006

cc w/o encl:
Lisa Vaughn
Legal Department (PB05E)
Duke Energy Corporation
422 South Church Street
P. O. Box 1244
Charlotte, NC 28201-1244

(cc w/o encl cont'd - See page 3)

**DOCUMENT CONTAINS
SAFEGUARDS INFORMATION**

**ENCLOSURE CONTAINS
SAFEGUARDS INFORMATION
UPON SEPARATION THIS
PAGE IS DECONTROLLED**

(cc w/o encl cont'd)
Anne Cottingham
Winston & Strawn LLP
1400 L Street, NW
Washington, D. C. 20005

Beverly Hall, Acting Director
Division of Radiation Protection
N. C. Department of Environmental
Health & Natural Resources
3825 Barrett Drive
Raleigh, NC 27609-7721

County Manager of Mecklenburg County
720 East Fourth Street
Charlotte, NC 28202

Peggy Force
Assistant Attorney General
N. C. Department of Justice
P. O. Box 629
Raleigh, NC 27602

Distribution w/encl (SAFEGUARDS INFORMATION):

B. Westreich, NSIR
E. McNiel, NSIR

Distribution w/o encl:

S. Peters, NRR
C. Evans, RII EICS
L. Slack, RII EICS
RIDSNNRRDIPMLIPB
PUBLIC

(*) SEE PREVIOUS PAGE FOR CONCURRENCE

OFFICE	RII:DRS	RII:DRS	RII:DRP	RII:EICS	RII:DRS		
SIGNATURE	RA	RA	RA	RA	RA		
NAME	IHALL	ABOLAND	RHAAG	CEVANS	CCASTO		
DATE	10/15/2003	10/15/2003	10/16/2003	10/21/2003	10/23/2003		
E-MAIL COPY?	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO
PUBLIC DOCUMENT	YES NO						

OFFICIAL RECORD COPY

DOCUMENT NAME: C:\ORPCheckout\FileNET\ML041950480.WPD

**DOCUMENT CONTAINS
SAFEGUARDS INFORMATION**

**ENCLOSURE CONTAINS
SAFEGUARDS INFORMATION
UPON SEPARATION THIS
PAGE IS DECONTROLLED**