



EA-03-097

Palo Verde Nuclear
Generating Station

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Nuclear

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102-05147-GRO/SAB/DGM
September 3, 2004

Secretary
Office of the Secretary of the Commission
U. S. Nuclear Regulatory Commission
ATTN: Rulemakings and Adjudications Staff
Washington, DC 20555

U. S. Nuclear Regulatory Commission
ATTN: Document Control Desk
11555 Rockville Pike
Rockville, MD 20852

U. S. Nuclear Regulatory Commission
ATTN: Margaret V. Federline
Room 8 D41, Mail Stop 8 A23
Two White Flint North
11545 Rockville Pike
Rockville, Maryland 20852-2738

Reference: 1) Order dated August 18, 2004, Requiring Implementation of Additional Security Measures Associated with Access Authorization for Palo Verde Nuclear Generating Station Units 1, 2 and 3 ("Order EA-03-097" or "Order")

Subject: Palo Verde Nuclear Generating Station (PVNGS)
Units 1, 2 and 3
Docket No. STN 50-528; 50-529; 50-530
License No. NPF-41; NPF-51; NPF-74
Response to 20 Day Request and Answer to Order for
Implementation of Additional Security Measures Associated with
Access Authorization for Palo Verde Nuclear Generating Station
Units 1, 2 and 3 and Report of Full Compliance

Dear Sirs:

Via reference 1, the U.S. Nuclear Regulatory Commission (NRC or Commission) issued an Order to APS that modifies the current operating licenses for PVNGS Units 1, 2 and 3. The Order is immediately effective and requires compliance with specified additional security measures for the independent spent fuel storage installation (ISFSI) as stated in an attachment to the Order.

Information in this record was deleted
in accordance with the Freedom of Information
Act, exemptions 3
FOIA- 2005-0047

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The Order requires a 20-day response to Conditions B.1, B.2 and C.1 of Section III of the Order. Enclosure 1 to this letter provides that 20-day response for APS. Enclosure 2 is a description of the actions being taken by APS to comply with the Order.

This response also reports full compliance with the order as required by Condition C.2 of Section III of the Order. Enclosure 2 to this letter describes the method of compliance.

This response is hereby submitted to the Commission in accordance with 10 CFR 50.4 and 10 CFR 2.202. If you have questions regarding this submittal, please contact me at 623-393-5148 or Mr. Scott Bauer, Department Leader, Regulatory Affairs, at (623) 393-5978.

Arizona Public Service Company makes no commitments in this letter.

Some of 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.

The remainder of this response contains sensitive unclassified information related to physical protection as defined by 10 CFR 2.390(d)(1) and is exempt from public disclosure.

Sincerely,



GRO/SAB/DGM/dgm

Enclosures:

- 1) 20 Day Response and Answer to Order for Implementation of Additional Security Measures Associated with Access Authorization for Palo Verde Nuclear Generating Station Units 1, 2 and 3
- 2) Schedule For Achieving Compliance With The Order

cc:

Director, Office of Nuclear Material Safety and Safeguards
Assistant General Counsel for Materials Litigation and Enforcement

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Security Measures Associated with Access Authorization and Report of Full Compliance
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B. S. Mallett

NRC Region IV Regional Administrator

M. B. Fields

NRC NRR Project Manager

N. L. Salgado

NRC Senior Resident Inspector for PVNGS

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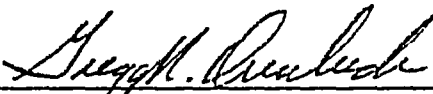
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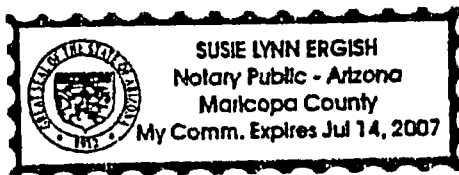
STATE OF ARIZONA)
) ss.
COUNTY OF MARICOPA)

I, Gregg R. Overbeck, represent that I am Senior Vice President – Nuclear, that the foregoing document has been signed by me on behalf of Arizona Public Service Company with full authority to do so, and that to the best of my knowledge and belief, the statements made therein are true and correct.


Gregg R. Overbeck

Sworn To Before Me This 3rd Day Of September, 2004.


Notary Public



Notary Commission Stamp

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ENCLOSURE 1

**20 Day Response and Answer to Order
for
Implementation of Additional Security Measures
Associated with Access Authorization
For
Palo Verde Nuclear Generating Station Units 1, 2 and 3**

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ENCLOSURE 2

Schedule For Achieving Compliance With The Order

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