

SAFEGUARDS INFORMATION

September 8, 2006

Enclosure Contains Safeguards Information. When Separated from enclosure, this document is not Safeguards Information.
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Mr. Christopher M. Crane
President and CEO
AmerGen Energy Company, LLC
200 Exelon Way, KSA 3-E
Kennett Square, PA 19348

SUBJECT: OYSTER CREEK NUCLEAR GENERATING STATION - NRC PHYSICAL
SECURITY BASELINE INSPECTION REPORT NO. 05000219/2006008

Dear Mr. Crane:

On July 27, 2006, the U.S. Nuclear Regulatory Commission (NRC) completed a security baseline inspection at your Oyster Creek Nuclear Generating Station. The inspection covered one or more of the key attributes of the security cornerstone of the NRC's Reactor Oversight Process. The enclosed report documents the inspection results, which were discussed on July 27, 2006, with Mr. Tim Rausch, Site Vice-President, and other members of your staff.

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

Warning: Violation of section 147 of the Atomic Energy Act, "Safeguards Information" is subject to civil and criminal penalties	SAFEGUARDS INFORMATION DETERMINATION MADE BY: NAME/TITLE: <u>Raymond K. Lorson, Chief</u> ORGANIZATION: <u>RI/DRS/PSB1</u> BASIS: <u>DG-SG-1: (300) Physical Protection Program</u> SIGNATURE ____/RA/_____ DATE: <u>09/08/06</u>
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No findings of significance were identified.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter will be 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 Website at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room). However, because of the security-related information contained in the enclosure, and in accordance with 10 CFR 2.390, a copy of this letter's enclosure will not be available for public inspection.

In accordance with 10 CFR 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for your response, if any. This practice will ensure that your response will not be made available electronically for public inspection in the NRC Public Document Room or from the NRC's document system, ADAMS. If Safeguards Information is necessary to provide an acceptable response, please provide the level of protection described in 10 CFR 73.21.

Sincerely,

/RA/

Raymond K. Lorson, Chief
Plant Support Branch 1
Division of Reactor Safety

Docket Nos. 50-219
License Nos. DPR-16

Enclosure: NRC Inspection Report No. 05000219/2006008
(CONTAINS SAFEGUARDS INFORMATION (SGI))

cc w/encl; w/SGI

Richard Ewart, Acting Manager - Nuclear Security

P. Baldauf, Assistant Director, Radiation Protection and Release Prevention, State of NJ

R. Canas, Director, Office of Homeland Security Preparedness, State of NJ

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Site Vice President, Oyster Creek Nuclear Generating Station, AmerGen

Plant Manager, Oyster Creek Generating Station, AmerGen

Regulatory Assurance Manager, Oyster Creek, AmerGen

Senior Vice President - Nuclear Services, AmerGen

Vice President - Mid-Atlantic Operations, AmerGen

Vice President - Operations Support, AmerGen

Vice President - Licensing and Regulatory Affairs, AmerGen

Director Licensing, AmerGen

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N. Cohen, Coordinator - Unplug Salem Campaign

W. Costanzo, Technical Advisor - Jersey Shore Nuclear Watch

E. Gbur, Chairwoman - Jersey Shore Nuclear Watch

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