

September 25, 2007

Mr. Richard M. Rosenblum */RA/ by Heichenholz for*
Senior Vice President and Chief Nuclear Officer
Southern California Edison Company
P.O. Box 128
San Clemente, CA 92674-0128

SUBJECT: SAN ONOFRE NUCLEAR GENERATING STATION - NRC MATERIAL
CONTROL AND ACCOUNTING PROGRAM INSPECTION - REPORT
05000361/2007201; 05000362/2007201

Dear Mr. Rosenblum:

On July 18, 2007, the U.S. Nuclear Regulatory Commission (NRC) completed a material control and accounting (MC&A) safeguards program inspection at the San Onofre Nuclear Generating Station. The inspection was conducted under Phase III of Temporary Instruction 2515/154. The enclosed inspection report documents the inspection findings, which were discussed with Mr. T. Reilly and other members of your staff during preliminary exit meetings on May 11 and July 18, 2007 and in a supplemental exit meeting, by telephone, with Mr. R. Waldo, on August 27, 2007.

The inspection examined activities conducted under your license as they relate to safety, 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 storage of special nuclear material in the spent fuel pool, and interviewed personnel. Areas examined during the inspection included physical inventory and accounting records.

This report documents one NRC-identified finding of very low safety significance. This finding was determined to involve a violation of NRC requirements. However, because of the very low safety significance and because it was entered into your corrective action program, the NRC is treating this violation as a non-cited violation (NCV), consistent with Section VI.A of the Enforcement Policy. In addition, a licensee-identified violation, which was determined to be of very low safety significance, is listed in this report. The NRC is exercising enforcement discretion for this violation consistent with Section VII.B.6 of the Enforcement Policy and Enforcement Guidance Memorandum 07-002, "Interim Guidance for Dispositioning Violations of 10 CFR 74.19(c)." If you contest these NCVs, you should provide a response within 30 days of the date of this inspection report, with the basis for your denial, to the Nuclear Regulatory Commission, ATTN.: Document Control Desk, Washington DC 20555-0001; with copies to the Regional Administrator, Region IV; the Director, Office of Enforcement, United States Nuclear Regulatory Commission, Washington, DC 20555-0001; and the NRC Resident Inspector at the San Onofre Nuclear Generating Station.

When separated from the Enclosure, this document is DECONTROLLED.

R. Rosenblum

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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 concerns contained in the enclosure, and in accordance with 10 CFR 2.390, 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 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. Otherwise, mark your entire response "Security-Related Information-Withhold Under 10 CFR 2.390" and follow the instructions for withholding in 10 CFR 2.390(b)(1).

Should you have any questions concerning this report, please contact Martha Williams at (301)415-7878.

Sincerely,

Barry Westreich, Chief
Reactor Security Oversight Branch
Division of Security Operations
Office of Nuclear Security and Incident Response

Docket Nos. 50-361 and 50-362
License Nos. NPF-10 and NPF-15

Enclosure: MC&A Inspection Report 05000361/2007201; 05000362/2007201
w/Attachment: Supplemental Information

cc w/enclosure: Attached list

Official Use Only-Security-Related Information

R. Rosenblum

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Barry Westreich, Chief **/RA/ by Heichenholz for**
Reactor Security Oversight Branch
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R. Rosenblum

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cc w/enclosure:

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Sacramento, CA 95899-7414

James D. Boyd, Commissioner
California Energy Commission
1516 Ninth Street, MS-34
Sacramento, CA 95814

cc w/o enclosure:

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