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**UNITED STATES
NUCLEAR REGULATORY COMMISSION**
REGION IV
1600 E LAMAR BLVD
ARLINGTON, TX 76011-4511

August 27, 2014

Mr. Edward D. Halpin, Senior Vice President
and Chief Nuclear Officer
Pacific Gas and Electric Company
Diablo Canyon Power Plant
P.O. Box 56, Mail Code 104/6
Avila Beach, CA 93424

SUBJECT: DIABLO CANYON POWER PLANT, UNITS 1 AND 2 - NRC
INSPECTION REPORT 05000275/2014404 AND 05000323/2014404

Dear Mr. Halpin:

On June 5, 2014, the U.S. Nuclear Regulatory Commission (NRC) completed a security inspection at the Diablo Canyon Power Plant, Units 1 and 2. On July 17, 2014, the NRC inspectors discussed the results of this inspection with Mr. J. Welsch, Station Director, and other members of your staff. Inspectors documented the results of this inspection in the enclosed inspection report.

NRC inspectors documented four findings of very low safety significance (Green) in this report. Four of these findings involved violations of NRC requirements.

If you contest the violations or significance of the NCVs, you should provide a response within 30 days of the date of this inspection report, with the basis for your denial, to the U.S. Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, DC 20555-0001; with copies to the Regional Administrator, Region IV; the Director, Office of Enforcement, U.S. Nuclear Regulatory Commission, Washington, DC 20555-0001; and the NRC Resident Inspector at the Diablo Canyon Power Plant, Units 1 and 2.

If you disagree with a cross-cutting aspect assignment in this report, you should provide a response within 30 days of the date of this inspection report, with a basis for your disagreement, to the Regional Administrator, Region IV; and the NRC Resident Inspector at the Diablo Canyon Power Plant, Units 1 and 2.

"Enclosure transmitted herewith contains SUNSI. When separated from enclosure, this transmittal document is decontrolled."

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E. Halpin

- 2 -

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 Agencywide Document Access and Management System (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

However, the material enclosed herewith contains Security-Related Information in accordance with 10 CFR 2.390(d)(1) and its disclosure to unauthorized individuals could present a security vulnerability. Therefore, the material in the enclosure will not be made available electronically for public inspection in the NRC Public Document Room or from the PARS component of NRC's ADAMS. If you choose to provide a response and Security-Related Information is necessary to provide an acceptable response, please mark your entire response "Security-Related Information – Withhold from Public Disclosure under 10 CFR 2.390" in accordance with 10 CFR 2.390(d)(1) and follow the instructions for withholding in 10 CFR 2.390(b)(1). In accordance with 10 CFR 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for your response.

Sincerely,

/RA/ David A. Holman for

Mark S. Haire
Branch Chief, Plant Support Branch 1
Division of Reactor Safety

Docket Nos.: 50-275; 50-323
License Nos.: DPR-80; DPR-82

Nonpublic Enclosure:
NRC Inspection Report 05000275/2014404
and 05000323/2014404 w/Attachment:
Supplemental Information

cc w/o enclosure:
Electronic Distribution for Diablo Canyon Power Plant,
Units 1 and 2

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Distribution:
See next page

ADAMS ACCESSION NUMBER: **ML14239A676**

Entire Report: <input checked="" type="checkbox"/> SUNSI Review Complete By: DHolman		<input type="checkbox"/> Non-Sensitive <input checked="" type="checkbox"/> Sensitive		<input type="checkbox"/> Publicly Available <input checked="" type="checkbox"/> Non-Publicly Available		Keyword: MD 3.47 Non-Public A.3	
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Letter and Inspection Report to Mr. Edward Halpin from Mr. Mark Haire, dated August 27, 2014

SUBJECT: DIABLO CANYON POWER PLANT, UNITS 1 AND 2 - NRC
INSPECTION REPORT 05000275/2014404 AND 05000323/2014404

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