

**~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~**



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

August 27, 2015

Mr. Dennis L. Koehl  
President and CEO/CNO  
STP Nuclear Operating Company  
P.O. Box 289  
Wadsworth, TX 77483

SUBJECT: SOUTH TEXAS PROJECT ELECTRIC GENERATING STATION, UNITS 1 AND 2,  
NRC SECURITY INSPECTION REPORT 05000498/2015404; 05000499/2015404

Dear Mr. Koehl:

On July 9, 2015, the U.S. Nuclear Regulatory Commission (NRC) completed a security inspection at the South Texas Project Electric Generating Station, Units 1 and 2. An NRC inspector discussed the results of this inspection with Mr. A. Capristo, Executive Vice President and Chief Administrative Officer, and other members of your staff. The inspector documented the results of this inspection in the enclosed inspection report.

The NRC inspector documented one finding of very low security significance (Green) in this report. This finding involved a violation of NRC requirements. Further, the inspector documented a licensee-identified violation which was determined to be of very low safety significance in this report. The NRC is treating these violations as non-cited violations consistent with Section 2.3.2.a of the Enforcement Policy.

If you contest the violations or the significance of these non-cited violations (NCV), 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 South Texas Project Electric Generating Station.

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 the basis for your disagreement, to the Regional Administrator, Region IV, and the NRC resident inspector at the South Texas Project Electric Generating Station.

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

**~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~**

**~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~**

D. Koehl

- 2 -

In accordance with Title 10 of the *Code of Federal Regulations* (10 CFR) 2.390, "Public Inspections, Exemptions, Requests for Withholding," of the NRC's "Rules of Practice and Procedure," a copy of this letter will be available electronically for public inspection in the NRC's Public Document Room or from the Publicly Available Records (PARS) component of the NRC's Agencywide Documents 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/

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

Docket Nos. 50-498 and 50-499  
License Nos. NPF-76 and NPF-80

Nonpublic Enclosure:  
NRC Inspection Report 05000498/2015404;  
05000499/2015404 w/Attachment:  
Supplemental Information

cc w/enclosure:  
Mr. John Milliff  
Manager, Security  
STP Nuclear Operating Company  
P.O. Box 289  
Wadsworth, TX 77483

cc w/o enclosure: Electronic Distribution

**~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~**

**OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION**

D. Koehl

- 2 -

In accordance with Title 10 of the *Code of Federal Regulations* (10 CFR) 2.390, "Public Inspections, Exemptions, Requests for Withholding," of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the NRC's Public Document Room or from the Publicly Available Records (PARS) component of the NRC's Agencywide Documents 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/

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

Docket Nos. 50-498 and 50-499  
License Nos. NPF-76 and NPF-80

Nonpublic Enclosure:  
NRC Inspection Report 05000498/2015404;  
05000499/2015404 w/Attachment:  
Supplemental Information

cc w/enclosure:  
Mr. John Milliff  
Manager, Security  
STP Nuclear Operating Company  
P.O. Box 289  
Wadsworth, TX 77483

cc w/o enclosure: Electronic Distribution  
Distribution: See next page

**ADAMS ACCESSION NUMBER: ML15239B306**

<b>Entire Report:</b> <input checked="" type="checkbox"/> SUNSI Review Complete: MLC		<input type="checkbox"/> Non-Sensitive <input checked="" type="checkbox"/> Sensitive		<input type="checkbox"/> Publicly Available <input checked="" type="checkbox"/> Non-Publicly Available		Keyword: NRC-002 MD 3.4 Non-Public A.3	
<b>Cover Letter Only:</b> <input checked="" type="checkbox"/> SUNSI Review Complete: MLC		<input checked="" type="checkbox"/> Non-Sensitive <input type="checkbox"/> Sensitive		<input checked="" type="checkbox"/> Publicly Available <input type="checkbox"/> Non-Publicly Available		Keyword: RGN-002 SUNSI Review Complete	
OFFICE	PSI:PSB1	SPSI:PSB1	C:PSB1	C:PBB	C:PSB1		
NAME	MChambers	JLarsen	MHaire	NTaylor	MHaire		
SIGNATURE	/RA/	/RA/	/RA/	/RA/	/RA/		
DATE	8/26/15	8/26/15	8/26/15	8/27/15	8/27/15		

**OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION**

**~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~**

Letter to Dennis L. Koehl from Mark S. Haire, dated August 27, 2015

SUBJECT: SOUTH TEXAS PROJECT ELECTRIC GENERATING STATION, UNITS 1 AND 2,  
NRC SECURITY INSPECTION REPORT 05000498/2015404; 05000499/2015404

Distribution w/enclosure:

Security Specialist/NSIR (Eric.Wharton@nrc.gov)  
Security Specialist/NSIR (Niry.Simonian@nrc.gov)  
Chief, Security Performance Evaluation Branch/NSIR (Clay.Johnson@nrc.gov)  
Security Specialist/NSIR (Douglas.Garner@nrc.gov)  
Branch Chief, RI DRS/PSB1 (Anthony.Dimitriadis@nrc.gov)  
Branch Chief, RII DRS/PSB1 (Binoy.Desai@nrc.gov)  
Branch Chief, RIII DRS/PSB (Steven.Orth@nrc.gov)  
Senior Resident Inspector (Alfred.Sanchez@nrc.gov)  
STP Administrative Assistant (Lynn.Wright@nrc.gov)

Electronic distribution by RIV:

Regional Administrator (Marc.Dapas@nrc.gov)  
Deputy Regional Administrator (Kriss.Kennedy@nrc.gov)  
DRP Director (Troy.Pruett@nrc.gov)  
DRP Deputy Director (Ryan.Lantz@nrc.gov)  
DRS Director (Anton.Vegel@nrc.gov)  
DRS Deputy Director (Jeff.Clark@nrc.gov)  
Senior Resident Inspector (Alfred.Sanchez@nrc.gov)  
Resident Inspector (Paul.Nizov@nrc.gov)  
Branch Chief, DRP/B (Nick.Taylor@nrc.gov)  
Senior Project Engineer, DRP/B (David.Proulx@nrc.gov)  
Project Engineer, DRP/B (Shawn.Money@nrc.gov)  
Project Engineer, DRP/B (Steven.Janicki@nrc.gov)  
STP Administrative Assistant (Lynn.Wright@nrc.gov)  
Public Affairs Officer (Victor.Dricks@nrc.gov)  
Public Affairs Officer (Lara.Uselding@nrc.gov)  
Project Manager (Lisa.Regner@nrc.gov)  
Acting Team Leader, DRS/TSS (Eric.Ruesch@nrc.gov)  
RITS Coordinator (Marisa.Herrera@nrc.gov)  
ACES (R4Enforcement.Resource@nrc.gov)  
Regional Counsel (Karla.Fuller@nrc.gov)  
Technical Support Assistant (Loretta.Williams@nrc.gov)  
Congressional Affairs Officer (Jenny.Weil@nrc.gov)  
RIV Congressional Affairs Officer (Angel.Moreno@nrc.gov)  
RIV/ETA: OEDO (Cindy.Rosales-Cooper@nrc.gov)

**~~OFFICIAL USE ONLY – SECURITY-RELATED INFORMATION~~**