

# SAFEGUARDS INFORMATION

AUG 26 1985

Docket No. 50-133

Pacific Gas and Electric Company  
77 Beale Street, Room 1451  
San Francisco, California 94106

Attention: Mr. J. D. Shiffer, Vice President  
Nuclear Power Generation, Licensing

Gentlemen:

Subject: NRC Inspection

This refers to a routine, safeguards inspection conducted by Mr. L. R. Norderhaug of this office on July 31 - August 20, 1985 of activities authorized by NRC License No. DPR-7. It also refers to the discussions of the preliminary inspection findings held by the inspector with Messers. R. Nelson, G. Busey and other members of your organization at the conclusion of the visit and a subsequent conversation with D. Peterson and B. Dettman of your organization on August 20, 1985.

Areas examined during this inspection included activities related to physical protection as described in the enclosed inspection report. Within these areas, the inspection consisted of selective examinations of procedures and records, interviews with facility and contractor personnel, and observations by the inspector.

Based on the results of this inspection, it appears that certain of your activities were not conducted in full compliance with NRC requirements, as set forth in the Notice of Violation enclosed as Appendix A to this letter. The item has been categorized into a severity level as described in the NRC Enforcement Policy, Title 10 Code of Federal Regulations (CFR) Part 2, Appendix C.

Your response to this Notice is to be submitted in accordance with the provisions of 10 CFR 2.201 as stated in Appendix A, Notice of Violation.

In accordance with Section 2.790(d) of the NRC's "Rules of Practice," 10 CFR Part 2, documentation of the findings of your safeguards and security measures are exempt from public disclosure; therefore, the Notice of Violation and the enclosed inspection report will not be placed in the Public Document Room and will receive limited distribution.

We have determined that the enclosures so designated contain Safeguards Information and therefore are subject to the controls of 10 CFR 73.21.

The responses directed by this letter and the enclosed Notice are not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, PL 96-511.

ENCLOSURE CONTAINS  
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Should you have any questions concerning this letter, we would be pleased to discuss them with you.

Sincerely, -

*Original signed*

James L. Montgomery, Chief  
Nuclear Materials Safety and  
Safeguards

Enclosures:

1. Appendix A - Notice of Violation
2. Inspection Report No. 50-133/85-03 (IE-V-706)

cc w/enclosures:

Jim Knight, NRR  
P. A. Crane, PG&E  
S. D. Skidmore, PG&E  
E. Weeks, PG&E (Humboldt Bay)  
G. Busey, PG&E (Humboldt Bay)

bcc w/o enclosures:

State of CA  
Mr. Martin  
Resident Inspector  
LFMB  
Greg Cook  
RSB/Document Control Desk (RIDS)

<i>NRS</i> Norderhaug/dot	<i>JS</i> Schuster	<i>JS</i> Johnson	<i>Jm</i> Montgomery
<i>JS</i> 8/23/85	8/27/85	8/26/85	8/23/85