

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



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

November 25, 2014

Mr. Dennis L. Koehl
President and
Chief Executive Officer
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 05000498/2014404;
05000499/2014404**

Dear Mr. Koehl:

On October 21, 2014, the U.S. Nuclear Regulatory Commission completed a security inspection at the South Texas Project Electric Generating Station. Nuclear Regulatory Commission inspectors discussed the results of this inspection with Mr. T. Frawley, Manager, Plant Protection and Emergency Response, and other members of your staff. The inspectors documented the results of this inspection in the enclosed inspection report.

Nuclear Regulatory Commission inspectors documented one finding of very low security significance (Green) in this report. This finding involved a violation of Nuclear Regulatory Commission requirements. Further, inspectors documented two licensee-identified violations which were determined to be of very low security significance in this report. The Nuclear Regulatory Commission 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, 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," 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; 50-499
License Nos.: NPF-76; NPF-80

Nonpublic Enclosure:
NRC Inspection Report 05000498/2014404; 05000499/2014404
w/Attachment: Supplemental Information

"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," 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; 50-499
License Nos.: NPF-76; NPF-80

Nonpublic Enclosure:
NRC Inspection Report 05000498/2014404; 05000499/2014404
w/Attachment: Supplemental Information

cc w/enclosure:

cc w/o enclosure:
Electronic Distribution for
South Texas Project Electric Generating Station

S:\DRS\REPORTS\STP 2014404 - JMR

ML14329A607

Entire Report: <input checked="" type="checkbox"/> SUNSI Review Complete By: J. Rollins		<input type="checkbox"/> Non-Sensitive <input checked="" type="checkbox"/> Sensitive Entire Rpt ML		<input type="checkbox"/> Publicly Available <input checked="" type="checkbox"/> Non-Publicly Available		Keyword: MD 3.4 Non-Public A.3 NRC-002
Cover Letter Only: <input checked="" type="checkbox"/> SUNSI Review Complete By: J. Rollins		<input checked="" type="checkbox"/> Non-Sensitive <input type="checkbox"/> Sensitive Cover Ltr 14329A607		<input checked="" type="checkbox"/> Publicly Available <input type="checkbox"/> Non-Publicly Available		Keyword: SUNSI Review Complete NRC-002
OFFICE	PSI:PSB1	PSI:PSB1	PSI:PSB1	C:PSB1	C:PBB	C:PSB1
NAME	JRollins	MChambers	AMeyen	MHaire	NO'Keefe	MHaire
SIGNATURE	/RA/	/RA/	/RA/	/RA/	/RA/	/RA/
DATE	11/3/14	11/3/14	11/3/14	11/12/1	11/19/14	11/25/14

Official Record

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

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

Letter to Dennis L. Koehl from Mark S. Haire, dated November 25, 2014

SUBJECT: SOUTH TEXAS PROJECT ELECTRIC GENERATING STATION, UNITS 1
AND 2, NRC SECURITY INSPECTION REPORT 05000498/2014404;
05000499/2014404

Electronic distribution by RIV 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 (Richard.Skokowski@nrc.gov)
Senior Resident Inspector (Alfred.Sanchez@nrc.gov)
STP Administrative Assistant (Lynn.Wright@nrc.gov)

Electronic distribution by RIV w/o enclosure:

Regional Administrator (Marc.Dapas@nrc.gov)
Deputy Regional Administrator (Kriss.Kennedy@nrc.gov)
Acting DRP Director (Troy.Pruett@nrc.gov)
Acting DRP Deputy Director (Jason.Kozal@nrc.gov)
DRS Director (Anton.Vegel@nrc.gov)
DRS Deputy Director (Jeff.Clark@nrc.gov)
Resident Inspector (Nicholas.Hernandez@nrc.gov)
Branch Chief, DRP/B (Neil.Keefe@nrc.gov)
Senior Project Engineer, DRP/B (David.Proulx@nrc.gov)
Project Engineer, DRP/B (Fabian.Thomas@nrc.gov)
Public Affairs Officer (Victor.Dricks@nrc.gov)
Public Affairs Officer (Lara.Uselding@nrc.gov)
Project Manager (Balwant.Singal@nrc.gov)
Branch Chief, DRS/TSB (Geoffrey.Miller@nrc.gov)
Licensing Assistant, Laura.Hurley@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 (Cayetano.Santos@nrc.gov)

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