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UNITED STATES NUCLEAR REGULATORY COMMISSION

REGION IV 1600 EAST LAMAR BOULEVARD ARLINGTON, TEXAS 76011-4511

August 08, 2022

Mr. Adam Heflin
Executive Vice President
and Chief Nuclear Officer
Arizona Public Service Company
P.O. Box 52034
MS 7602
Phoenix, AZ 58072-2034

SUBJECT: PALO VERDE NUCLEAR GENERATING STATION - SECURITY BASELINE

INSPECTION REPORT 05000528/2022402 AND 05000529/2022402 AND

05000530/2022402

Dear Mr. Heflin:

On July 28, 2022, the U.S. Nuclear Regulatory Commission (NRC) completed an inspection at Palo Verde Nuclear Generating Station. On July 28, 2022, the NRC inspectors discussed the results of this inspection with Mr. Michael McLaughlin, Vice President of Site Services, and other members of your staff. The results of this inspection are documented in the enclosed report.

No NRC-identified or self-revealing findings were identified during this inspection.

A licensee-identified violation which was determined to be of very low security significance is documented in this report. We are treating this violation as a non-cited violation (NCV) consistent with Section 2.3.2 of the Enforcement Policy.

If you contest the violation or the significance or severity of the violation documented in this inspection report, 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; the Director, Office of Nuclear Security and Incident Response; and the NRC Resident Inspector at Palo Verde Nuclear Generating Station.

This letter will be made available for public inspection and copying at http://www.nrc.gov/reading-rm/adams.html and at the NRC Public Document Room in accordance with Title 10 of the Code of Federal Regulations 2.390, "Public Inspections, Exemptions, Requests for Withholding."

The enclosed report contains Security-Related Information, so the enclosed report will not be made publicly available in accordance with Title 10 of the *Code of Federal Regulations* (10

Enclosure

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CFR) 2.390(d)(1). If you choose to provide a response that contains Security-Related Information, 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). The NRC is waiving the affidavit requirements for your response in accordance with 10 CFR 2.390(b)(1)(ii).

Sincerely,

Ray Kellar) Signed by Kellar, Ray on 08/08/22

Ray L. Kellar, P.E., Chief Physical Security Branch Division of Radiological Safety & Security

Docket Nos. 05000528 and 05000529 and 05000530 License Nos. NPF-41 and NPF-51 and NPF-74

Enclosure: As stated

cc w/o encl: Distribution via LISTSERV®

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and other key persons identified in the R. Zimmerman memo to Regional Administrators dated April 19, 2005; Chairman Diaz letter to State Governors

dated May 28, 2004; or other NRC/State agreements.)

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05000530/2022402

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DOCUMENT NAME: PALO VERDE NUCLEAR GENERATING STATION – SECURITY BASELINE INSPECTION REPORT 05000528/2022402 AND 05000529/2022402 AND 05000530/2022402

Non-Public Designation Category: MD 3.4 Non-Public _____ (A.3)

ADAMS ACCESSION NUMBER: **ML22220A238** (Cover letter w/ enclosure(s)) Non-Public Designation Category: MD 3.4 Non-Public ______ (A.3 - A.7 or B.1)

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