



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION IV
611 RYAN PLAZA DRIVE, SUITE 400
ARLINGTON, TEXAS 76011-4005

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

September 6, 2006

EA-06-181

J. V. Parrish (Mail Drop 1023)
Chief Executive Officer
Energy Northwest
P.O. Box 968
Richland, WA 99352-0968

SUBJECT: COLUMBIA GENERATING STATION - NRC PHYSICAL SECURITY BASELINE
INSPECTION REPORT 05000397/2006006; PRELIMINARY GREATER THAN
GREEN FINDING

Dear Mr. Parrish:

On July 31, 2006, the U.S. Nuclear Regulatory Commission (NRC) completed a security baseline inspection at your Columbia Generating Station facility. The inspection covered one or more of the key attributes of the security cornerstone of the NRC's Reactor Oversight Process. The enclosed inspection report documents the inspection results, which were discussed on July 31, 2006, with Mr. W. Scott Oxenford, Vice President, Technical Services, and other members of your staff.

This inspection examined activities conducted under your license as they relate to security and compliance with the Commission's rules and regulations and with the conditions of your license. The inspectors reviewed selected procedures and records, observed activities, and interviewed personnel.

This letter discusses a finding that appears to have greater than green security significance, as described in Section 3S04 of this report. This finding was assessed based on the best available information, including influential assumptions, using the Physical Protection Significance Determination Process. The final resolution of this finding will convey the increment in the importance to security by assigning the corresponding color, which may require additional NRC inspection. Compensatory measures are in place while long-term corrective measures are being implemented.

The finding is also associated with three violations of NRC requirements that are being considered for escalated enforcement action in accordance with NRC Enforcement Policy. The current Enforcement Policy is included on the NRC's Web site at <http://www.nrc.gov/reading-rm/adams.html>.

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

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

Energy Northwest

-2-

Before we make a final decision on this matter, we are providing you an opportunity to: (1) present to the NRC your perspectives on the facts and assumptions, used by the NRC to arrive at the finding and its significance, at a Regulatory Conference; or (2) submit your position on the finding to the NRC in writing. If you request a Regulatory Conference, it should be held within 30 days of the receipt of this letter and we encourage you to submit supporting documentation at least one week prior to the conference in an effort to make the conference more efficient and effective. If a Regulatory Conference is held, it will be closed to public observation due to the discussion of security related Information. If you decide to submit only a written response, such submittal should be sent to the NRC within 30 days of the receipt of this letter.

Please contact Michael P. Shannon, Chief, Plant Support Branch, Division of Reactor Safety, at 817-860-8215 within 10 business days of the date of receipt of this letter to notify the NRC of your intentions. If we have not heard from you within 10 days, we will continue with our significance determination and enforcement decision and you will be advised by separate correspondence of the results of our deliberations on this matter.

Since the NRC has not made a final determination in this matter, no Notice of Violation is being issued for the inspection findings at this time. In addition, please be advised that the number and characterization of apparent violations described in the enclosed inspection report may change as a result of further NRC review.

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 document 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, because of the security-related concerns contained in the enclosure, and in accordance with 10 CFR 2.390, a copy of this letter's enclosures will not be available for public inspection.

In accordance with 10 CFR 2.390(b)(1)(ii), the NRC is waiving the affidavit requirements for your response, if any. This practice will ensure that your response will not be made available electronically for public inspection in the NRC Public Document Room or from the NRC's document system, ADAMS. If Safeguards Information is necessary to provide an acceptable

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

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

Energy Northwest

-3-

response, please provide the level of protection described in 10 CFR 73.21. Otherwise, mark your entire response "Security Related Information-Withhold under 10 CFR 2.390" and follow the instructions for withholding in 10 CFR 2.390(b)(1).

Sincerely,

/RA/Roy J. Caniano for

Dwight D. Chamberlain, Director
Division of Reactor Safety

Docket No. 50-397
License No. NPF-21

Enclosure:
NRC Inspection Report 05000397/2006006
w/attachment: Supplemental Information

cc with Enclosure:
W. Scott Oxenford (Mail Drop PE04)
Vice President, Technical Services
Energy Northwest
P.O. Box 968
Richland, WA 99352-0968

Albert E. Mouncer (Mail Drop PE01)
Vice President, Corporate Services/
General Counsel/CFO
Energy Northwest
P.O. Box 968
Richland, WA 99352-0968

Douglas W. Coleman (Mail Drop PE20)
Manager, Regulatory Programs
Energy Northwest
P.O. Box 968
Richland, WA 99352-0968

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

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

Energy Northwest

-4-

Gregory V. Cullen (Mail Drop PE20)
Supervisor, Licensing
Energy Northwest
P.O. Box 968
Richland, WA 99352-0968

Dale K. Atkinson (Mail Drop PE08)
Vice President, Nuclear Generation
Energy Northwest
P.O. Box 968
Richland, WA 99352-0968

Cheryl M. Whitcomb (Mail Drop PE03)
Vice President, Organizational
Performance & Staffing/CKO
Energy Northwest
P.O. Box 968
Richland, WA 99352-0968

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

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

Energy Northwest

-5-

Electronic distribution by RIV:
 Regional Administrator (**BSM1**)
 DRP Director (**ATH**)
 DRS Director (**DDC**)
 DRS Deputy Director (**RJC1**)
 Senior Resident Inspector (**ZKD**)
 Branch Chief, DRP/A (**CEJ1**)
 Senior Project Engineer, DRP/E (**TRF**)
 Team Leader, DRP/TSS (**RLN1**)
 RITS Coordinator (**KEG**)
 DRS STA (**DAP**)
 J. Lamb, OEDO RIV Coordinator (**JGL1**)

ROPreports

Columbia Site Secretary (**LEF1**)
 HFreeman, SAC (**HAF**)
 M Vasquez, Senior Enforcement Specialist (**GMV**)
 MBurrell, OE (**MRB3**)
 D.Solorio, OE (**DLS2**)

SUNSI Review Completed: DAH ADAMS: Yes No Initials: MPS
 Publicly Available Non-Publicly Available Sensitive Non-Sensitive
Place Letter only in ADAMS and as Publicly Available - Non-Sensitive.

DOCUMENT: R:_COL\2006\CO2006006-OUO-dah.wpd

RIV:PSB/PSI	Peer Review	C:PSB	ORA	C:DRP/A
DAHolman	JRLarsen	MPShannon	GMVasquez	CEJohnson
/RA/	/RA/	/RA/	/RA/	/RA/
08/9/06	08/11/06	08/21/06	08/23/06	8/24/06
C:PSB	D:DRS			
MPShannon	DChamberlain			
/RA/	RJCaniano for			
08/28/06	09/6/06			

OFFICIAL RECORD COPY

T=Telephone

E=E-mail

F=Fax

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