



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION II
SAM NUNN ATLANTA FEDERAL CENTER
61 FORSYTH STREET SW SUITE 23T85
ATLANTA, GEORGIA 30303-8931

May 12, 2004

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Tennessee Valley Authority
ATTN: Mr. J. A. Scalice
Chief Nuclear Officer and
Executive Vice President

6A Lookout Place
1101 Market Street
Chattanooga, TN 37402-2801

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SUBJECT: SEQUOYAH NUCLEAR POWER PLANT - NRC SECURITY INSPECTION
REPORT 05000327/2004008 AND 05000328/2004008

Dear Mr. Scalice:

On May 3, 2004, the NRC completed an in-office inspection related to your Sequoyah Nuclear Power Plant. The enclosed report documents the inspection details which were discussed on May 3, 2004, with Mr. R. Beecken and other members of your staff.

The inspection examined activities conducted under your licenses as they relate to public health and safety, the common defense and security, and compliance with the Commission's regulations, orders, and the conditions of your licenses. The inspector reviewed selected procedures and records as part of this inspection effort.

The material enclosed herewith contains Safeguards Information as defined by 10 CFR 73.21 and its disclosure to unauthorized individuals is prohibited by Section 147 of the Atomic Energy Act of 1954, as amended. Therefore, the material will not be placed in the Public Document Room.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter, without the enclosure, will be made 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).

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Should you have any questions concerning this letter, please contact us.

Sincerely,

/RA/

Anne T. Boland, Chief
Plant Support Branch
Division of Reactor Safety

Docket No.: 50-327 and 50-328
License No.: DPR-77 and DPR-79

Enclosures: 1. Notice of Violation (**Safeguards Information**)
2. Inspection Report 05000327/2004008 and 05000328/2004008
w/Attachment: Supplemental Information (**Safeguards Information**)

cc w/encls (**Safeguards Information**):

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