







WASHINGTON PUBLIC POWER SUPPLY SYSTEM

P.O. Box 968 • 3000 George Washington Way • Richland, Washington 99352-0968 • (509) 372-5000

Docket No. 50-397

December 10, 1993  
G02-93-287

U.S. Nuclear Regulatory Commission  
Attn: Docket Control Desk  
Washington, D.C. 20555

Gentlemen:

Subject: **WNP-2 OPERATING LICENSE NPF-21  
GUARANTEE OF PAYMENT OF DEFERRED PREMIUM**

Reference: Letter, GC Sorensen (SS) to A Schwencer (NRC), same subject,  
dated December 19, 1984

This transmittal is provided in compliance with 10 CFR 140.21, which requires annual filing of a guarantee of payment of deferred premiums in the amount of \$10 million for each licensed reactor.

The Supply System obtains revenue from Plant 2 by selling the capability of the Plant. The Bonneville Power Administration (BPA), an agency of the Department of Energy, has purchased the entire capability of Plant 2 from certain of its statutory preference customers who in turn purchased such capability from the Supply System, all under the Net Billing Agreements. A copy of the Net Billing Agreements was included as an attachment to the referenced letter. Under the terms of the Net Billing Agreements, BPA is obligated to pay the total annual costs of Plant 2 to the Supply System.

It is the opinion of BPA's general counsel that "Bonneville is obligated to pay costs of ownership, operation and maintenance, including costs of insurance and specifically the insurance obligation provided through the Price Anderson Act."

The opinion of BPA regarding their obligation to pay satisfies the requirements of 10 CFR 140.21(f). If you require additional documentation, please contact Ms. A. C. Marzette at (509) 372-5489.

Sincerely,

JW Parrish (Mail Drop 1023)  
Assistant Managing Director, Operations

cc: BH Faulkenberry - NRC RV  
NS Reynolds - Winston & Strawn

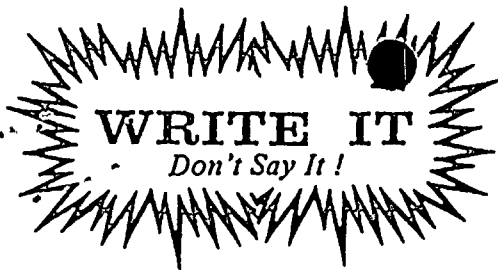
DL Williams - BPA/399  
JW Clifford - NRC

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Add: JRR/PMS/ILPD*





WASHINGTON PUBLIC POWER  
SUPPLY SYSTEM

TO	A. HOSLER	MAIL DROP
FROM	JOHN E. POWERS	PE 21
DATE	11/15/93	MAIL DROP
		9275

SUBJECT: GUARANTEE OF PAYMENT OF DEFERRED PREMIUMS  
(10 CFR 140.21)

Please complete the Subject Report as prescribed  
in P.P.M. 1.10.2, page 19. Return this  
copy of the SMS card to close this part  
of the Reporting requirement.  
Return copy to John E. Powers 9275  
Thank You

2-PLN-SCHD-2  
WP-23 PLANT CONDITION: N/A  
LOC:  
EQUIPMENT DESC:  
TASK DESC: GUARANTEE OF PAYMENT OF DEFERRED PREMIUMS 10CFR140.21  
REPORT DUE TO NRC ON ANNIVERSARY OF AGREEMENT OR  
OPERATING LICENSE DATE (TENTATIVE DEC 15). ESTIMATED  
TIME FOR REPORT PREPARATION 10 DAYS (ADMIN)  
PROC/REF: PPM 1.10.2 R-NRC-08  
RWP REQ: NO TECH SPEC: NO SYS: N/A EQUIP: N/A REPORT  
SERIAL: MFG MODEL: #  
\*\*\*\*\* (MFG REF: #) \*\*\*\*\* (REL/CRAFT: , , ) \*\*\*\*\*  
QC: \_\_\_\_\_ COMPLETION DATE: / / OTHER  
SS APVL: \_\_\_\_\_ RESCHEDULE DATE: / / HOURS:  
EMP & NO: \_\_\_\_\_ SUPR SIG: \_\_\_\_\_ CLR/NO:  
REMARKS: \_\_\_\_\_