

Alabama Power Company
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50-348

Docket



Alabama Power

the southern electric system

R. P. McDONALD
Vice President — Nuclear Generation

NS-83-1012

February 17, 1983

State and Licensee Relations
Office of State Programs
U. S. Nuclear Regulatory Commission
Washington, D.C. 20555

Attention: Jerome Saltzman
Assistant Director

Dear Sir:

Due to the phase out of the Price-Anderson indemnification, we request a prorated refund for each of the two units at Joseph M. Farley Nuclear Plant from the effective zero indemnification date of November 15, 1982 through the end of the term for which each indemnity fee was prepaid.

We are cognizant of the fact that a \$1,000.00 fee assessment per unit will be incurred with the elimination of the indemnity fee, attributable to Alabama Power Company's utilization of certified financial statements as a guarantee of payment of deferred premiums. We have prorated this assessment over the same periods for which we have determined credit is due from prepaid indemnity fees.

Per letter of March 1, 1982, Alabama Power Company submitted a check for \$15,912.00 for the fee on license no. NPF-8 (Unit 2) for the period of March 18, 1982 through March 17, 1983. The refund amount to which we are entitled, after adjustment for the prorated \$1,000.00 fee assessment, is \$5,025.13.

We submitted another check for \$15,912.00 per letter of July 6, 1982 for the fee on license no. NPF-2 (Unit 1) for the period of July 20, 1982 through July 19, 1983. The refund amount to which we are entitled, after adjustment for the prorated \$1,000.00 fee assessment, is \$10,091.13.

A refund justification and calculations page is attached for your information.

If you have any questions, please advise.

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J PDR

Very truly yours,

R. P. McDonald
R. P. McDonald

RPM/SNK:cb

Attachment

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Refund Calculations
and Justifications

CREDITS

Unit 1 - Per letter of July 6, 1982, APCO submitted check no. 42523 for \$15,912.00 indemnity fee on license no. NPF-2 for the period of July 20, 1982 through July 19, 1983. Above fee translates into \$43.5945 per day fee assessment.

November 15, 1982 through July 19, 1983 - 247 days
 $247 \times 43.5945 = \$10,767.84$ credit

Unit 2 - Per letter of March 1, 1982, APCO submitted check no. 13098 for \$15,912.00 indemnity fee on license no. NPF-8 for period of March 18, 1982 through March 17, 1983. Above fee translates into \$43.5945 per day fee assessment.

November 15, 1982 through March 17, 1983 - 123 days
 $123 \times 43.5945 = \$5,362.12$ credit

ASSESSMENTS

A fee of \$1000.00 per unit is assessed from those utilities who use certified financial statements as a guarantee of payment of deferred premiums (10 CFR 140.7). We have not incurred this cost in the past because it is not assessed if a paid indemnity fee exceeds \$1000.00.

Unit 1 - 247 days $\times \frac{(\$1000.00)}{(365 \text{ days})} = \676.71 assessment

Unit 2 - 123 days $\times \frac{(\$1000.00)}{(365 \text{ days})} = \336.99 assessment

REFUNDS

Alabama Power is entitled to the following refunds:

Unit 1 - \$10,767.84 credit
- 676.71 assessment

\$10,091.13 REFUND

Unit 2 - \$ 5,362.12 credit
- 336.99 assessment

\$ 5,025.13 REFUND