



**CENTERIOR
ENERGY**

PERRY NUCLEAR POWER PLANT

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Robert A. Stratman
VICE PRESIDENT - NUCLEAR

July 29, 1994
PY-CEI/NRR-1832L

U. S. Nuclear Regulatory Commission
Document Control Desk
Washington, D.C. 20555

Subject: License Amendment Application
to Revise the Facility Operating License
to Reflect the Proposed Merger of
Operating Companies - Supplemental
Information

Reference: PY-CEI/NRR-1794L dated
June 2, 1994, R. A. Stratman to NRC

Gentlemen:

The referenced letter submitted a license amendment application regarding the Perry Nuclear Power Plant (PNPP) Unit 1 Operating License NPF-58. The following supplements that application for a license amendment.

The proposed changes previously submitted reflected the pending merger of the Toledo Edison Company into the Cleveland Electric Illuminating Company. The Cleveland Electric Illuminating Company and the Toledo Edison Company are operating companies of the Centerior Energy Corporation. The Cleveland Electric Illuminating Company, the Toledo Edison Company, and the Centerior Service Company are wholly-owned subsidiaries of the Centerior Energy Corporation.

The company formed from the merger is intended to be renamed; however, the name of the combined operating company is yet to be determined. Therefore, the application utilized the nomenclature "NEWCO" as a temporary substitute for the name of the combined operating company.

This license amendment application proposed that License Number NPF-58 be amended to replace the Cleveland Electric Illuminating Company and the Toledo Edison Company with NEWCO as a licensee, to designate NEWCO as an owner of PNPP, and to make other associated changes to the license. Centerior Service Company will remain a licensee and is not affected by these proposed changes.

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Operating Companies
Cleveland Electric Illuminating
Toledo Edison

ADD 1/0

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The PNPP Operating License contains conditions relating to antitrust issues applicable to the current owners and licensees of the facility (see Operating License NPF-58, Conditions 2.C(3)a, 2.C(3)b, and Appendix C). NEWCO would assume the responsibilities of the Cleveland Electric Illuminating Company and the Toledo Edison Company under those antitrust conditions. Those conditions would not otherwise change and would continue to apply to PNPP.

As the NRC Staff is aware, the Beaver Valley Power Station (BVPS-2), Unit 2 Operating License Number NPF-73 contains references to the Cleveland Electric Illuminating Company and the Toledo Edison Company. The Duquesne Light Company, as the authorized agent for the Cleveland Electric Illuminating Company and the Toledo Edison Company regarding the construction, operation and maintenance of the BVPS-2, has been notified by the Centerior Energy Corporation of the pending merger and change in company names.

In its proposed license amendment application, License Condition 2.C(2) which references the latest Technical Specification amendment number was proposed to be revised to eliminate the specific amendment number. This could eliminate the administrative burden to revise this paragraph each time a new Technical Specification amendment is approved by the NRC. The NRC Staff has notified the Cleveland Electric Illuminating Company that it will not accept this portion of the proposed license amendment application. Therefore, this portion of the request is withdrawn and it is requested that the License Condition 2.C(2) only incorporate the proposed change to replace the Cleveland Electric Illuminating Company with NEWCO as follows:

The Technical Specifications contained in Appendix A and the Environmental Protection Plan contained in Appendix B, as revised through Amendment No. [to be added by the NRC], are hereby incorporated in the license. The NEWCO shall operate the facility in accordance with the Technical Specifications and the Environmental Protection Plan.

The above information does not affect the conclusions stated in letter PY-CEI/NRR-1794L that the license amendment application does not involve a significant hazards consideration or have a significant impact on the quality of the human environment.

Should you have questions or require additional information, please contact Mr. James D. Kloosterman, Manager - Regulatory Affairs at (216) 280-5833.

Very truly yours,



RAS:RMC:sc

cc: Regional Administrator, NRC Region III
PNPP NRC Senior Resident Inspector
PNPP NRC/NRR Project Manager
J. R. Williams, Chief of Staff, Ohio Emergency Management Agency,
State of Ohio (NRC Liaison)
Utility Radiological Safety Board