



Tennessee Valley Authority, 1101 Market Street, Chattanooga, Tennessee 37402

MAY 30 1991

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

Gentlemen:

In the Matter of
Tennessee Valley Authority

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Docket Nos. 50-259
50-260
50-296
50-327
50-328

BROWNS FERRY AND SEQUOYAH NUCLEAR PLANTS - INSURANCE STATUS

Federal Regulation 10 CFR 50.54(w) states that all licensees of operating nuclear units shall take reasonable steps to obtain onsite property damage insurance at a minimum coverage limit for the reactor station site of either 1.06 billion dollars, or whatever amount is generally available from private sources, whichever is less; and to verify annually, by April 1, its compliance with this nuclear property insurance requirement.

TVA inadvertently failed to verify its compliance by April 1, 1991, with this nuclear property insurance requirement.

In accordance with this regulation, we have purchased onsite property damage insurance for both Sequoyah and Browns Ferry Nuclear Plants. Enclosed for your information is the status and details of our property insurance coverage for these facilities.

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U.S. Nuclear Regulatory Commission

MAY 30 1991

If you have any questions, please telephone P. J. Hammons of my staff at 615/751-2736.

Very truly yours,

TENNESSEE VALLEY AUTHORITY

R. H. Shell

E. G. Wallace, Manager
Nuclear Licensing and
Regulatory Affairs

Enclosure

cc (Enclosure):

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Browns Ferry Nuclear Plant
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NRC Resident Inspector
Sequoyah Nuclear Plant
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Soddy Daisy, Tennessee 37379

Mr. B. A. Wilson, Chief, Project Chief
U.S. Nuclear Regulatory Commission
Region II
101 Marietta Street, NW, Suite 2900
Atlanta, Georgia 30323

ENCLOSURE

A. BROWNS FERRY NUCLEAR PLANT

	<u>Insurance Carriers</u>	<u>Limit of Coverage</u>	<u>Policy Numbers</u>	<u>Deductible</u>
1.	Nuclear Mutual Limited (NML)	\$500 million	P91-033	\$10 million
2.	Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	X90-048	\$510 million

B. SEQUOYAH NUCLEAR PLANT

	<u>Insurance Carriers</u>	<u>Limit of Coverage</u>	<u>Policy Numbers</u>	<u>Deductible</u>
1.	American Nuclear Insurers (ANI)/Mutual Atomic Energy Liability Underwriters (MAELU)	\$500 million	91229	\$10 million
2.	Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	X90-049	\$510 million