



102-08374-TNW/MS
December 30, 2021

**Palo Verde
Nuclear Generating Station**
5871 S. Wintersburg Rd
Tonopah, AZ 85354
Mail Station 7636
Tel 623.393.5764

U.S. Nuclear Regulatory Commission
Attn: Document Control Desk
One White Flint North
11555 Rockville Pike
Rockville, MD 20852-2738

Reference 1: Corrected Order Approving Transfer of Control of Licenses, dated November 17, 2021 (Superseding Order of October 21, 2021) [Agencywide Documents Access and Management System (ADAMS) Accession Number ML21307A132]

Reference 2: Notice of Previously Authorized Transaction, Letter dated November 29, 2021, for Public Service of New Mexico and Salt River Project Agricultural Improvement and Power District (ADAMS Accession Number ML21333A230)

Dear Sirs:

**SUBJECT: Palo Verde Nuclear Generating Station, Units 1 and 2
Docket Nos. STN 50-528, 50-529 and Independent Spent Fuel Storage
Installation Docket No. 72-44
Renewed Operating License Nos. NPF-41, NPF-51
Notification of Closings of the Initial Transactions Under Beneficial
Interest Sales Agreements**

Arizona Public Service Company (APS), on behalf of the Salt River Project Agricultural Improvement and Power District (SRP), submits this letter to inform the Nuclear Regulatory Commission (NRC) that the activities necessary to complete the closings of the initial transactions under the beneficial interest sales agreements referenced in Section III of Reference 1 have been completed. The information provided herein was provided to APS by SRP. The formal prior notice of the transaction, required by Section III of Reference 1, was submitted to the NRC by Reference 2.

The closings were effective December 8, 2021. At the time of the closings, with NRC consent and consistent with the description of the transactions in Reference 1, SRP acquired the lessor interests in leases of the Public Service Company of New Mexico (PNM) possession only interests in Palo Verde Nuclear Generating Station (PVNGS), Units 1 and 2. These lessor interests acquired by SRP were previously held by various financial institutions. Under the leases, PNM will continue to retain leasehold and control rights and responsibilities until the leases expire in 2023 for Unit 1 and 2024 for Unit 2.

If the NRC has any questions about this letter or wishes to obtain any additional information, please contact Kenneth Lee, Senior Director, Legal Services, SRP at (602) 236-4525.

A member of the STARS Alliance LLC

Callaway • Diablo Canyon • Palo Verde • Wolf Creek

This correspondence contains no new regulatory commitments.

Sincerely,

Weber, Thomas
N(Z00499)

Digitally signed by Weber,
Thomas N(Z00499)
Date: 2021.12.30 12:33:33
-07'00'

Thomas N. Weber
Director, Nuclear Regulatory Affairs

TNW/MSC/mg

cc:

S. A. Morris	NRC Region IV Regional Administrator
A. D. Veil	Director of the NRC Office of Nuclear Reactor Regulation (NRR)
S. P. Lingam	NRC NRR Project Manager for PVNGS
L. N. Merker	NRC Senior Resident Inspector for PVNGS
B. D. Goretzki	Arizona Department of Health Services – Bureau of Radiation Control
K. Lee	Salt River Project Agricultural Improvement and Power District
L. Sanchez	Public Service Company of New Mexico