



Tennessee Valley Authority, 1101 Market Street, Chattanooga, Tennessee 37402-2801

MAR 01 2000

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

Gentlemen:

In the Matter of	)	Docket Nos. 50-259	50-327
Tennessee Valley Authority	)	50-260	50-328
		50-296	50-390
			50-391

BROWNS FERRY (BFN), SEQUOYAH (SQN), AND WATTS BAR (WBN) 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 of insurance is generally available from private sources, whichever is less. This regulation also requires each licensee to verify and report annually, by April 1, its compliance with this nuclear property insurance requirement.

In accordance with this regulation, we have purchased onsite property damage insurance for BFN, SQN, and WBN. Enclosed for your information is the status of our property insurance coverage for these facilities.

If you have any questions, please contact me at (423) 751-2508.

Sincerely,

for  
Mark J. Burzynski  
Manager  
Nuclear Licensing

Enclosure  
cc: See page 2

MCOI

U.S. Nuclear Regulatory Commission

Page 2

**MAR 01 2000**

cc (Enclosure):

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NRC Resident Inspector  
Sequoyah Nuclear Plant  
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Soddy-Daisy, Tennessee 37379

NRC Resident Inspector  
Watts Bar Nuclear Plant  
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U.S. Nuclear Regulatory Commission  
Page 3

**MAR 01 2000**

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## ENCLOSURE

### A. BROWNS FERRY NUCLEAR PLANT

<u>Insurance Carriers</u>	<u>Limit of Coverage</u>	<u>Policy Numbers</u>	<u>Deductible</u>
1. Nuclear Electric Insurance Limited (NEIL)	\$500 million	P99-033	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	X99-048	\$600 million

### B. SEQUOYAH NUCLEAR PLANT

Insurance Carriers

1. Nuclear Electric Insurance Limited (NEIL)	\$500 million	P99-043	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	X99-049	\$600 million

### C. WATTS BAR NUCLEAR PLANT

Insurance Carriers

1. Nuclear Electric Insurance Limited (NEIL)	\$500 million	P99-060	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	X99-085	\$600 million