



10 CFR 50.80

IES Utilities Inc.
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NG-00-0861

May 19, 2000

Mr. Samuel J. Collins, Director
Office of Nuclear Reactor Regulation
U.S. Nuclear Regulatory Commission
Mail Stop O-5 E7
One White Flint North
11555 Rockville Pike
Rockville, MD 20852-2738

Subject: Duane Arnold Energy Center
Docket No: 50-331
Op. License No: DPR-49
Receipt of Regulatory Approvals for Transfer of Operating Authority
Reference: Order Approving Transfer of Operating Authority Under Facility
Operating License for Duane Arnold Energy Center from IES Utilities
Inc, to Nuclear Management Company, LLC
File: A-117

Dear Mr. Collins,

By letter dated May 15, 2000, the NRC issued an Order approving the transfer of operating authority under Facility Operating License No. DPR-49, held by IES Utilities Inc. for the Duane Arnold Energy Center (DAEC), to Nuclear Management Company, LLC (NMC). The Order approved the transfer subject to certain conditions described therein.

One of the conditions was that IES Utilities Inc. inform the Director of the Office of Nuclear Reactor Regulation, in writing, within five business days after the receipt of all required regulatory approvals of the transfer of operating authority to NMC. The purpose of this letter is to provide that written notification.

On May 10, 2000, the U.S. Securities and Exchange Commission issued an Order authorizing entry into the Nuclear Power Plant Operating Services Agreement between IES Utilities Inc. and NMC. On March 31, 2000, the Iowa Utility Board issued an Order granting a waiver of jurisdiction. Therefore, all required regulatory approvals of the transfer of operating authority for the DAEC to NMC have been received.

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As required by the NRC's Order, IES Utilities Inc. will inform the Director of the Office of Nuclear Reactor Regulation of the date of the closing of the transfer, in writing, no later than seven business days before the date of closing.

Should you have any questions regarding this matter, please contact this office.

This letter is true and accurate to the best of my knowledge and belief.

IES UTILITIES INC.

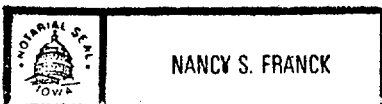
By David L. Wilson
David L. Wilson
Vice President, Nuclear

State of Iowa
(County) of Linn

Signed and sworn to before me on this 19th day of May, 2000,

by David L. Wilson.

Nancy S. Franck
Notary Public in and for the State of Iowa



9-28-01
Commission Expires

cc: E. Protsch
G. VanMiddlesworth
B. Mozafari (NRC-NRR)
C. F. Lyons (NRC-NRR)
J. Dyer (Region III)
NRC Resident Office
NRC Document Control Desk
D. McGhee (State of Iowa)
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