

Constellation Nuclear

*A Member of the
Constellation Energy Group*

10 CFR §§ 50.80 and 50.90

March 01, 2001
NMP1L 1577

U. S. Nuclear Regulatory Commission
Washington, DC 20555

ATTENTION: Document Control Desk

RE: Nine Mile Point Unit Nos. 1 & 2
Docket Nos. 50-220 & 50-410
Facility Operating Renewed License Nos. DPR-63 & NPF-69
Clarification of Application for License Transfers and Conforming
Administrative License Amendments; TAC Nos. MB0878 (Unit 1) and MB0879
(Unit 2)

REFERENCE: (a) Application for License Transfers and Conforming Administrative
License Amendments TAC Nos. MB0878 (Unit 1) and MB0879
(Unit 2), filed February 1, 2001

Ladies and Gentlemen:

On February 1, 2001, Constellation Nuclear, LLC (on behalf of its indirect subsidiary (to be created) Nine Mile Point Nuclear Station, LLC), Niagara Mohawk Power Corporation, New York State Electric & Gas Corporation, Rochester Gas and Electric Corporation, and Central Hudson Gas & Electric Corporation, filed an application for an order and conforming administrative amendments for the transfer of the NRC facility operating licenses for Nine Mile Point, Units 1 and 2.

In response to a verbal request from the NRC Staff, this letter is intended to provide clarification as to the relationship between Nine Mile Point Nuclear Station, LLC ("NMP LLC") and Virgo Holdings, Inc. ("Virgo"). As set forth in Reference (a), as part of a realignment of NMP LLC's ultimate parent, Constellation Energy Group, Inc. ("CEG"), Virgo will obtain a partial ownership interest in CEG's merchant energy business, including up to a 17.5% interest in NMP LLC. See Application, pages 4-5, 11, 14, 15, and Exhibit 5, Charts 2 and 3. Further details concerning the investment by Virgo in CEG and its subsidiaries (including NMP LLC) can be found in the application of Calvert Cliffs Nuclear Power Plant, Inc. for the transfer and amendment of License Nos. DPR-53, DPR-69, and SNM-2505, transmitted by letter dated December 20, 2000 from Charles H. Cruse (Calvert Cliffs Nuclear Power Plant, Inc.) to Document Control Desk, USNRC, which information is applicable to NMP LLC in the context of Reference (a), including Virgo's entitlement to voting rights of up to 17.5% in New

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Controlled, a separate holding company to be formed and under which the merchant energy business of CEG (including NMP LLC) will be consolidated.

Also as requested by the NRC Staff, Constellation Nuclear, LLC would reiterate its belief that Reference (a) has made a sufficient showing that NMP LLC will be technically, financially, and otherwise qualified to hold the facility operating licenses for Nine Mile Point, Units 1 and 2.

Should the NRC require additional information concerning these license transfer requests, please contact the undersigned.

Very truly yours,



Stephen A. Mormann
Vice President, Finance & Business Planning,
and Treasurer
Constellation Nuclear, LLC

Enclosures: Affirmation

cc: Mr. H. J. Miller, NRC Regional Administrator, Region I
Ms. M. K. Gamberoni, Section Chief PD-I, Section 1, NRR
Mr. G. K. Hunegs, NRC Senior Resident Inspector
Mr. P. S. Tam, Senior Project Manager, NRR
Mr. J. P. Spath
NYSERDA
286 Washington Avenue Ext.
Albany, NY 12203-6399

AFFIRMATION

I, Stephen A. Mormann, being duly sworn, state that I am Vice President, Finance & Business Planning, and Treasurer of Constellation Nuclear, LLC, and that I am authorized to sign and file the enclosed letter with the Nuclear Regulatory Commission on behalf of Constellation Nuclear, LLC, and that the statements made and the matters set forth therein pertaining to Constellation Nuclear, LLC, NMP LLC and related entities are true and correct to the best of my knowledge, information, and belief.

Constellation Nuclear, LLC



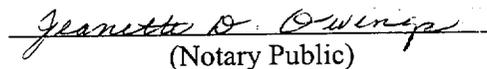
Stephen A. Mormann
Vice President, Finance & Business Planning,
and Treasurer

State of Maryland

County of Baltimore

Subscribed and sworn to me, a Notary Public, in and for the County and State above named, this 1st day of March, 2001.

My Commission Expires: 8/1/01


(Notary Public)

JEANETTE D. OWINGS
NOTARY PUBLIC STATE OF MARYLAND
My Commission Expires August 1, 2001