

Ref: 10CFR50.75(f)

TXU Electric Comanche Peak Steam Electric Station P.O. Box 1002 Glen Rose, TX 76043 Tel: 254 897 8920 Fax: 254 897 6652 Iterry1@txu.com C. Lance Terry Senior Vice President & Principal Nuclear Officer

CPSES-200100753 Log # TXX-01053 File # 10010, 892

March 30, 2001

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

SUBJECT: COMANCHE PEAK STEAM ELECTRIC STATION (CPSES) DOCKET NOS. 50-445 AND 50-446 DECOMMISSIONING REPORT

Gentlemen:

Attached is the biennial decommissioning Report for Comanche Peak Units 1 and 2, prepared and submitted pursuant to 10CFR50.75(f). TXU Electric is currently fully rate regulated by the Public Utility Commission of Texas. The recovery of decommissioning funds for the eventual decommissioning of Comanche Peak Units 1 and 2 is fully assured through cost of service regulation and resulting contribution of funds into an external trust.

The amounts to be collected for Comanche Peak decommissioning are based on a site specific decommissioning study that includes contracting vendors for recycling and compacting waste. Differences between the study as compared to the 10CFR50.75 estimate are that common buildings/equipment for both units are decommissioned with Unit 2.

When projected to the license expiration date for each unit using the assumptions in the attached report, the projected Nuclear Decommissioning Trust balance is greater than the escalated NRC minimum cost of decommissioning, confirming compliance with the financial assurance requirements of 10CFR50.75.



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This communication contains no new licensing basis commitments regarding CPSES Units 1 and 2.

Should you have any questions regarding the status of decommissioning for Comanche Peak Units 1 and 2, please contact Mr. J. D. Seawright at (254) 897-0140.

Sincerely,

C. L. Terry

By:

D. R. Woodlan Docket Licensing Manager

JDS/js

Attachment

c - E. W. Merschoff, Region IV
J. I. Tapia, Region IV
D. H. Jaffe, NRR
Resident Inspectors, CPSES

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TXU Electric Comanche Peak Steam Electric Station (CPSES)

	Information is submitted to provide Financial Assurance	<u>Unit # 1</u>	<u>Unit # 2</u>
1.	. The minimum amount of decommissioning funds estimated to be required pursuant to 10 CFR 50.75 (b) and (c).		
	At December 31, 2000 Using 10 CFR 50.75(c) formulas Site-specific methodology	\$ 316.9 million \$ 267.2 million	\$ 316.9 million \$ 372.4 million
2.	The amount accumulated at the end of the calendar year preceding the date of the report for items included in 10 CFR 50.75 (b) and (c).	ne	
	Market Value at December 31, 2000	\$ 142.3 million	\$ 124.8 million
3.	A schedule of the annual amounts remaining to be collected for iten in 10 CFR 50.75 (b) and (c).	ns	
	Years 2001 through 2029 (29 years) Year 2030 Year 2031 Year 2032	Unit # 1 \$ 7.1 million 1.2 million	<u>Unit # 2</u> \$ 11.1 million 11.1 million 11.1 million 1.9 million
	Total	\$ 206.3 million	\$ 346.1 million
	Based on the collection rate authorized in PUC of Texas Final Order dated 1/28/94, through the license expiration date.		
4.	The assumptions used regarding escalation in decommissioning cost rates of earnings on decommissioning funds, and rates of other facto used in funding projections.		
	Estimated Escalation rate for decommissioning costs	4.8%	4.8%
	Estimated Earnings rates on decommissioning funds		
	2001 through 2025	6.7%	6.7%
	2026 through 2034	5.6%	5.6%
	2035 and thereafter	4.2%	4.2%
	Rates of other factors used in funding projections	None	None
5.	Any power sale contracts upon which licensee is relying to certifying	ng	
	financial assurance.	None	None
6.	Modifications to licensee's method of providing financial assurance since previous report.	ce None	None
7.	Material changes to trust agreement. No changes have been made to the Trust Agreement since the Trust Agreement and three amendments were included with the Financial Assurance filing 3/31/99.	None	None

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1.5.5.74

Assumptions

Bureau of Labor Statistics Data

Employment Cost Index (L_x)

Series ID: ECU13202I Fourth Quarter: 148.6

Not Seasonally Adjusted Compensation: Total Compensation Ownership: Private Industry Periodicity: Index Number Group: South Region

Producer Price Index - Commodities (E_x)

Series ID: WPU0543

December: 132.6(P)

Not Seasonally Adjusted Group: Fuels and related products and power Item: Industrial electric power Base Date: 8200

Series ID: WPU0573 December: 103.7(P)

Not Seasonally Adjusted Group: Fuels and related products and power Item: Light Fuel Oils Base Date: 8200

Waste Burial Factor (B_x)

NUREG-1307, Revision 9 PWR: 8.052

South Carolina: Non-Atlantic Compact Contracting vendors for recycling and compacting waste