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October 9, 2001

Mr. Samuel J. Collins, Director
Office of Nuclear Reactor Regulation
U.S. Nuclear Regulatory Commission
One White Flint North, Mail Stop 5E7
11555 Rockville Pike
Rockville, MD 20852-1738

Peach Bottom Atomic Power Station, Units 2 and 3
Facility Operating License No. DPR-44 and DPR-56
NRC Docket Nos. 50-277 and 50-278

Subject: Transfer of Non-Operating Ownership Interests

Dear Mr. Collins:

On April 21, 2000, the Nuclear Regulatory Commission (NRC) granted Orders approving the transfer of the minority non-operating ownership interests of Atlantic City Electric Company (ACE) and Delmarva Power and Light Company (DP&L) in the Peach Bottom Atomic Power Station Units 2 and 3 to PECO Energy Company (PECO) and to PSEG Nuclear LLC (PSEG Nuclear). On December 27, 2000, the NRC issued a Supplemental Order to authorize the prior approved transfers in two phases, beginning with the transfers of the DP&L interests to be followed by the transfer of the ACE interests. The Supplemental Order also authorizes the transfer of the designated portion of the DP&L and ACE interests to PECO as it existed as a subsidiary of Exelon Corporation or to Exelon Generation Company, LLC (EGC), after its formation as an indirect subsidiary of Exelon Corporation.

The purpose of this letter is to provide the NRC notice in conformance with the December 27, 2000, Supplemental Order, condition 4, with respect to the second phase transactions. On behalf of the transferor (ACE) and the relevant transferees (EGC and PSEG Nuclear), this provides notice that the date of closing on the transfers of the ACE interests to EGC and PSEG Nuclear will be October 18, 2001. The parties will promptly communicate with the NRC Licensing Project Manager should any change in the closing date occur due to any transactional or regulatory delay.

If the NRC requires additional information concerning this letter, please contact the undersigned at 610-765-5664.

Sincerely,



Michael P. Gallagher
Director, Licensing
and Regulatory Affairs

cc: H. J. Miller, Administrator, Region I, USNRC
A. C. McMurtray, USNRC Senior Resident Inspector, PBAPS
J. P. Boska, USNRC Senior Project Manager (FedEx)

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