



South Texas Project Electric Generating Station P.O. Box 289 Wadsworth, Texas 77483

August 14, 2002
NOC-AE-02001383
10CFR50.80

U. S. Nuclear Regulatory Commission
Attention: Samuel J. Collins
Director, Office of Nuclear Reactor Regulation
Washington, DC 20555-0001

South Texas Project
Units 1 and 2
Docket Nos. STN 50-498 and STN 50-499
Notification of Closing Date for Direct Transfer to Texas Genco LP

Reference: Letter, D. J. Wrona to W. T. Cottle, "South Texas Project Electric Generating Station, Unit Nos. 1 and 2 - Order Approving the Direct Transfer of Licenses from Reliant Energy, Incorporated (Formerly Known as Houston Lighting and Power Company) to Texas Genco LP, Approving Conforming Amendments, and Approving Indirect Transfers (TAC Nos. MB2140 and MB2141)," dated December 20, 2001

In accordance with the referenced letter, on behalf of Reliant Energy, Incorporated (referred to herein as Reliant Energy), STP Nuclear Operating Company (STPNOC) hereby informs the NRC that August 31, 2002, is the closing date for the direct transfer of Reliant Energy's 30.8 percent ownership interest in the South Texas Project Electric Generating Station, Units 1 and 2 to Texas Genco LP, which will be indirectly wholly-owned by CenterPoint Energy, Inc., and to the extent a direct transfer of control will result, transfer of Reliant Energy's 30.8 percent ownership interest in STPNOC. Following the closing, and in order to reduce public confusion, CenterPoint Energy will continue doing business using the name "Reliant Energy, Incorporated" until it completes the distribution of the common stock of its unregulated subsidiary, Reliant Resources. After that distribution, which is expected to occur in early Fall 2002, CenterPoint Energy will do business under its corporate name.

This letter also serves notice that Reliant Energy has received all approvals required for transfer of ownership to Texas Genco LP. In addition, the Attachment to this letter provides a copy of a letter from American Nuclear Insurers, which serves as documentary evidence that Texas Genco LP has obtained the appropriate amount of insurance required of licensees under 10CFR140.

A001

If the NRC requires additional information regarding this license transfer, please contact Mr. Scott Head at (361) 972-7136.

I declare under penalty of perjury that the foregoing regarding STPNOC is true and correct.

Executed on: August 14, 2002



T. J. Jordan
Vice President,
Engineering & Technical Services

jtc

Attachment

cc:

(paper copy)

Ellis W. Merschoff
Regional Administrator, Region IV
U.S. Nuclear Regulatory Commission
611 Ryan Plaza Drive, Suite 400
Arlington, Texas 76011-8064

U. S. Nuclear Regulatory Commission
Attention: Document Control Desk
One White Flint North
11555 Rockville Pike
Rockville, MD 20852

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Austin, TX 78756-3189

Cornelius F. O'Keefe
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Wadsworth, TX 77483

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Austin, TX 78704

Grace H. Kim
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Steven R. Hom
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Michael A. Dusaniwskyj
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Rockville, MD 20852

Robert S. Wood
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(electronic copy)

A. H. Gutterman, Esquire
Morgan, Lewis & Bockius LLP

M. T. Hardt/W. C. Gunst
City Public Service

Mohan C. Thadani
U. S. Nuclear Regulatory Commission

R. L. Balcom
Reliant Energy, Inc.

A. Ramirez
City of Austin

C. A. Johnson
AEP - Central Power and Light Company

Jon C. Wood
Matthews & Branscomb

UNITED STATES OF AMERICA
NUCLEAR REGULATORY COMMISSION

In the Matter of)

STP Nuclear Operating Company)

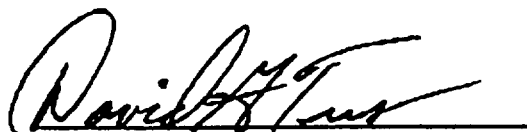
South Texas Project Units 1 and 2)

Docket Nos. 50-498

50-499

AFFIRMATION

I, David G. Tees, being duly sworn, hereby depose and state that I am Senior Vice President for Generation Operations of Reliant Energy, Incorporated; that I am familiar with the content of the information being provided herewith; and that the matters set forth therein with regard to Reliant Energy, Incorporated are true and correct to the best of my knowledge and belief.

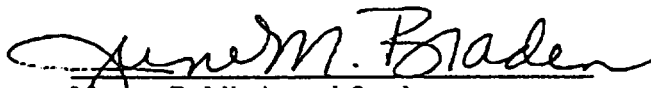
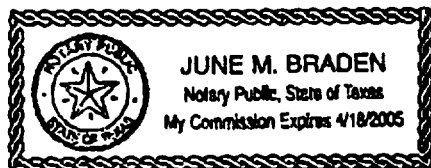


David G. Tees
Senior Vice President
Generation Operations

STATE OF TEXAS)

COUNTY OF HARRIS)

Subscribed and sworn to before me, a Notary Public in and for the State of Texas, this 13th day
of August, 2002.



Notary Public in and for the
State of Texas

ATTACHMENT



UNDERWRITING DEPARTMENT
John L. Quattrocchi, Senior Vice President

December 26, 2001

Mr. Robert Hughes
Director, Risk Management – Regulated Operations
Reliant Energy Incorporated
1111 Louisiana, Room 4433
Houston, TX 77002

Re: South Texas Nuclear Project

Dear Mr. Hughes,

This confirms that American Nuclear Insurers will write, coincident with the NRC license transfers to Texas Genco, LP, nuclear energy liability insurance in the name of Texas Genco, LP, insuring Texas Genco, LP's interest in the South Texas Nuclear Project. This insurance is purchased to satisfy Texas Genco, LP's primary and secondary financial protection requirements, as set forth in 10 CFR 140, *Financial Protection Requirements and Indemnity Agreements*.

Sincerely,

A handwritten signature in cursive script, appearing to read 'John Hoffman', is written over the typed name.

John Hoffman
Director, Underwriting