

Lucy O'Connell
397
50-

8/30/60

3:25 Call to CVogel, The Martin Company, Balto., Md.

HLP I thought I better call you. McKay Donkin and people from Curtiss-Wright came in this afternoon to talk about Quehanna; about how much land we wanted to be transferred to Pa. State. We gave them the same kind of figures we gave you. We recognize the possibility of something less than outright fee simple title. We assumed that was the way it would be. What they have in mind is transferring the reactor in the building to Pa. State and whatever land they need to operate. Something like 10 acres. We told them we would have to insist on 1/2 mile exclusion zone around the reactor. We would have to be able to tell the licensee that if we wanted particular limitations on the use of that 1/2 mile imposed, licensee would have to have the authority to impose the limitations or they would have to shut down. It turns out that the reactor and the rest of the facility are on 99-year lease land, so it would be some kind of a sub-lease. I had the feeling in thinking back over the conversation with you that we thought about an outright grant of title. As far as we're concerned, we want whoever the licensee is to have absolute control over that 1/2 mile factor.

CCV Make sure in the instrument between Pa. State and Curtiss-Wright there is exclusive control by Pa. State. In our agreement with Pa. State we would make doubly sure this is so.

HLP This is primarily a matter of you and Pa. State being satisfied that you have enough control over this half mile to do anything about it you want to do. Transfer of control rather than transfer of title is what we are concerned with. They are talking about some kind of contractual arrangement. It is ok with us as long as contractual authority is broad enough and lease is long enough. Other than that, as far as we are concerned, if licensee has authority to control that 1/2 mile it is ok, as long as he has that control. We have put them on notice if anybody started using ~~that~~ *the 5 m* ~~area~~ *are* for other purposes that would interfere with operation of the facility this would affect the license. They are satisfied Curtiss-Wright won't allow anything incompatible to go in there. Just wanted to bring you up-to-date.

CCV Okay, Hal. Thank you very much.

*the 5 m are
the
mili
zone
D-197*