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From:

Patricia Cakanac

TACs:

MD3564 MD3565

To:

J.E. Dyer

***** YELLOW *****

For Signature of:

Routing:

Dyer
Weber
Mitchell
NRR Mailroom

Description:

Notice of Disburesement from Decommissioning Trusts for: Clinton Power Station, Oyster Creek Generating Station and Three Mile Island Nuclear Station, Units 1

Assigned To:

DORL

Contact:

HANEY, CATHERINE

Special Instructions:



Mellon

Mellon Global Securities Services

November 3, 2006

Mr. James E. Dyer, Director
Office of Nuclear Reactor Regulation
U.S. Nuclear Regulatory Commission
11555 Rockville Pike
Rockville, MD 20852

Subject: Notice of Disbursement from Decommissioning Trusts for:
Clinton Power Station
Oyster Creek Generating Station
Three Mile Island Nuclear Station, Units 1

In accordance with the above named nuclear stations' Facility Operating Licenses, the decommissioning trust agreements provides that no disbursement shall be made by the Trustee unless the Trustee has first given the Director of the Office of Nuclear Reactor Regulation 30 days prior written notice of such disbursement.

Article II, Section 2.01, "Distributions," of the Amended and Restated Non-Qualified Nuclear Decommissioning Master Trust Agreements also provides that distributions will be made in accordance with Article II of the Master Terms for Trust Agreements. The Master Terms for Trust Agreements Article II, "Payments by the Trustee," Section 2.02, "Certification for Decommissioning Costs," paragraph (b), subparagraph (1), provides that except for administrative costs and other incidental expenses, no disbursement or payments for decommissioning costs shall be made from the trusts unless the Trustee provides thirty days' prior written notice to the NRC Director, Office of Nuclear Reactor Regulation.

This letter provides the Director of the Office of Nuclear Reactor Regulation written notification of Mellon Bank's intent to make disbursement from the decommissioning trusts for the above named nuclear stations to AmerGen Energy Company, LLC (AmerGen). The transfer of funds will reimburse AmerGen for costs, as noted below, associated with preparing updated decommissioning estimates for each respective unit during the period January 1, 2003, through February 28, 2006. AmerGen has confirmed to us that the costs to be reimbursed were related to preparing updated decommissioning estimates and are Decommissioning Costs payable by the trusts.

Clinton Power Station	\$109,185.91
Oyster Creek Generating Station	\$103,058.44
Three Mile Island Nuclear Station, Unit 1	\$108,715.42

November 3, 2006
Mr. James E. Dyer
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We plan to make distribution to AmerGen from the above named nuclear stations' Non-Tax Qualified Trusts in the amount respectively set forth next to each, 30 days following the date of this letter, in the absence of any written notice of objection from the NRC.

If you have any questions regarding this letter, please contact me at (412) 234-0573.

Respectfully,

A handwritten signature in cursive script, appearing to read "Patricia A. Cakanac".

Patricia A. Cakanac
Assistant Vice President
Mellon Global Securities Services

cc: George Shicora (EGC)