



Tennessee Valley Authority, 1101 Market Street, Chattanooga, Tennessee 37402-2801

March 9, 1999

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

Gentlemen:

In the Matter of)	Docket Nos. 50-259	50-327
Tennessee Valley Authority)	50-260	50-328
		50-296	50-390
			50-391

BROWN'S FERRY (BFN), SEQUOYAH (SQN), AND WATTS BAR (WBN) NUCLEAR PLANTS - INSURANCE STATUS

Federal Regulation 10 CFR 50.54(w) states that all licensees of operating nuclear units shall take reasonable steps to obtain onsite property damage insurance at a minimum coverage limit for the reactor station site of either 1.06 billion dollars, or whatever amount of insurance is generally available from private sources, whichever is less. This regulation also requires each licensee to verify and report annually, by April 1, its compliance with this nuclear property insurance requirement.

In accordance with this regulation, we have purchased onsite property damage insurance for BFN, SQN, and WBN. Enclosed for your information is the status of our property insurance coverage for these facilities.

If you have any questions, please contact me at (423) 751-2508.

Sincerely,

Ralph H. Shell

for
Mark J. Burzynski
Manager
Nuclear Licensing

Enclosure
cc: See page 2

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PDR ADOCK 05000259
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cc (Enclosure):

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NRC Resident Inspector
Sequoyah Nuclear Plant
2600 Igou Ferry Road
Soddy-Daisy, Tennessee 37379

NRC Resident Inspector
Watts Bar Nuclear Plant
1260 Nuclear Plant Road
Spring City, Tennessee 37381

ENCLOSURE

A. BROWNS FERRY NUCLEAR PLANT

<u>Insurance Carriers</u>	<u>Limit of Coverage</u>	<u>Policy Numbers</u>	<u>Deductible</u>
1. Nuclear Electric Insurance Limited (NEIL)	\$500 million	P98-033A	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	X98-048	\$600 million

B. SEQUOYAH NUCLEAR PLANT

<u>Insurance Carriers</u>			
1. Nuclear Electric Insurance Limited (NEIL)	\$500 million	P98-043A	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	X98-049	\$600 million

C. WATTS BAR NUCLEAR PLANT

<u>Insurance Carriers</u>			
1. Nuclear Electric Insurance Limited (NEIL)	\$500 million	P98-060A	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	X98-085	\$600 million