



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

March 25, 1998

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

**BROWNS 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.

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PDR ADOCK 05000259
J PDR

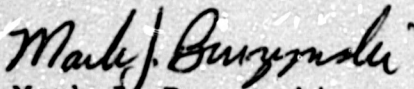
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If you have any questions, please contact me at (423)
751-2508.

Sincerely,



Mark J. Burzynski
Manager
Nuclear Licensing

cc (Enclosure):

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cc (Enclosure):

NRC Resident Inspector
Browns Ferry Nuclear Plant
10833 Shaw Road
Athens, Alabama 35611

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 Mutual Limited (NML)	\$500 million	P97-033	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	P97-049	\$600 million

B. SEQUOYAH NUCLEAR PLANT

<u>Insurance Carriers</u>	<u>Limit of Coverage</u>	<u>Policy Numbers</u>	<u>Deductible</u>
1. Nuclear Mutual Limited (NML)	\$500 million	P97-043	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	P97-049	\$600 million

C. WATTS BAR NUCLEAR PLANT

<u>Insurance Carriers</u>	<u>Limit of Coverage</u>	<u>Policy Numbers</u>	<u>Deductible</u>
1. Nuclear Mutual Limited (NML)	\$500 million	P97-060	\$100 million
2. Nuclear Electric Insurance Limited (NEIL)	\$560 million in excess of \$500 million	P97-085	\$600 million