

FROM: **Iowa Electric Light & Power Co.**  
**Cedar Rapids, Iowa**  
**Duane Arnold**

DATE OF DOCUMENT: **7-8-69** DATE RECEIVED: **7-10-69** INCL: **2104**

LTR. MEMO: REPORT: OTHER:  
**X**

TO: **Morris**

ORIG.: CC: OTHER:  
**1**

ACTION NECESSARY  CONCURRENCE  DATE ANSWERED:  
 NO ACTION NECESSARY  COMMENT  BY:

CLASSIF: **U** POST OFFICE REG. NO:

FILE CODE: **50-331**

DESCRIPTION: (Must Be Unclassified)  
**Ltr advising that Bechtel Corp will  
 ne responsible for Architect-Engring  
 of Duane Arnold Nuclear Power Station..**

REFERRED TO	DATE	RECEIVED BY	DATE
<b>Knuth w/B cys for action</b>	<b>7-11-69</b>		
<b>DISTRIBUTION:</b>			

ENCLOSURES:

~~Reg file cy~~  
**AEC PDR**  
**Complaince (2)**  
**OGC**  
**H.Price & Staff**  
**Morris/Schroeder**  
**Dube/Levine**  
**Rosen**  
**Moore**

**Do Not Remove**

REMARKS:

**Dromerick (2)**  
**Case**  
**Thompson**  
**B O F D**

**2104**

DOCKET NO. 50-331

# IOWA ELECTRIC LIGHT AND POWER COMPANY

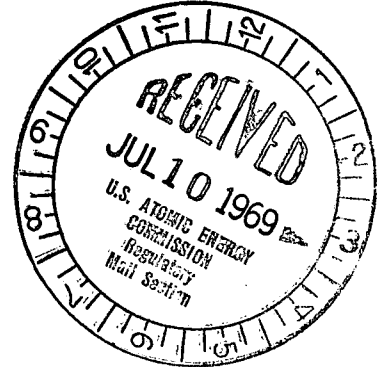
General Office  
CEDAR RAPIDS, IOWA

Regulatory

File Cy.

DUANE ARNOLD  
PRESIDENT

July 8, 1969



Dr. Peter A. Morris, Director  
Division of Reactor Licensing  
U. S. Atomic Energy Commission  
Washington, D.C. 20545

Dear Dr. Morris:

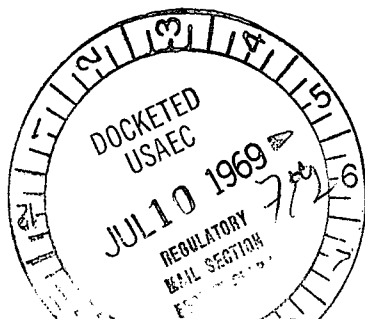
In an effort to minimize the effects of the inflationary escalation of rising construction wage increases, rising equipment prices and rising money costs, the Iowa Electric Light and Power Company has felt it necessary to assign the design and construction of the DAEC #1 nuclear generating station under a single Engineering-Constructor responsibility.

A thorough evaluation of the preliminary plant design indicates that a single, coordinated responsibility for the final design and construction of the nuclear generating portion of this project is the most reasonable approach to assure the completion of this project on schedule and in the safest, most economical manner possible.

We have, therefore, entered into an agreement with the Bechtel Corporation that includes the responsibilities of Architect-Engineer and Constructor for the DAEC #1 nuclear generating station.

Henceforth, it would be appreciated if you would extend your cooperation in your area of responsibility in this project to the Bechtel Corporation. You will be notified in writing of the names of your liaison and other responsible parties in the Bechtel organization, and the procedures that shall be followed to effect this transition, as well as the future efforts aimed towards successful completion of this project.

Commonwealth Associates, Inc., has assured complete cooperation in this effort to overcome the previously mentioned obstacles of



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Dr. Peter A. Morris

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inflation and construction cost escalation to securing economical, safe and timely completion of nuclear generating stations. Commonwealth Associates, Inc., will continue its participation via the responsibility for the substation, transmission and other auxiliary facilities necessary to achieve full utilization of the DAEC #1.

Your cooperation with this effort to assure the State of Iowa the benefits of this technological advantage will be appreciated.

Yours very truly,

A handwritten signature in cursive script, reading "Duane Arnold".

President

DA:gm