

UNITED STATES NUCLEAR REGULATORY COMMISSION WASHINGTON, D.C. 20555-0001

July 15, 2013

Mr. Michael J. Pacilio Senior Vice President Exelon Generation Company, LLC President and Chief Nuclear Officer (CNO) Exelon Nuclear 4300 Winfield Road Warrenville, IL 60555

SUBJECT: BRAIDWOOD STATION, UNITS 1 AND 2; BYRON STATION, UNIT NOS. 1 AND 2; CLINTON POWER STATION, UNIT NO. 1; DRESDEN NUCLEAR POWER STATION, UNITS 1, 2 AND 3; LASALLE COUNTY STATION, UNITS 1 AND 2; LIMERICK GENERATING STATION, UNITS 1 AND 2; OYSTER CREEK NUCLEAR GENERATING STATION; PEACH BOTTOM ATOMIC POWER STATION, UNITS 1, 2, AND 3; QUAD CITIES NUCLEAR POWER STATION, UNITS 1 AND 2; SALEM GENERATING STATION; AND THREE MILE ISLAND NUCLEAR STATION, UNIT 1 - REQUEST FOR ADDITIONAL INFORMATION RE: EXELON GENERATION COMPANY, LLC – 2013 DECOMMISSIONING FUNDING STATUS REPORT

Dear Mr. Pacilio:

By letter to the U.S. Nuclear Regulatory Commission (NRC) dated April 1, 2013, Exelon Generation Company, LLC submitted the 2013 Decommissioning Funding Status report for the subject plants.

The NRC staff is reviewing your submittal and has determined that additional information is required to complete the review. During a discussion on July 1, 2013, your staff agreed to respond by August 15, 2013.

M. Pacilio

If circumstances result in the need to revise the requested response date, please contact me at (301) 415-6606.

Sincerely,

With

Plant Licensing Branch III-2 Division of Operating Reactor Licensing Office of Nuclear Reactor Regulation

Docket Nos. STN 50-456, STN 50-457, STN 50-454, STN 50-455, 50-461, 50-10, 50-237, 50-249, 50-373, 50-374, 50-352, 50-353, 50-219, 50-171, 50-277, 50-278, 50-254, 50-265, 50-272, 50-311 and 50-289

Enclosure: Request for Additional Information

cc w/encl: Distribution via Listserv

REQUEST FOR ADDITIONAL INFORMATION

RELATED TO THE 2013 DECOMMISSIONING FUNDING REPORT FOR BRAIDWOOD

STATION, UNITS. 1 AND 2; BYRON STATION, UNIT NOS. 1 AND 2; CLINTON POWER

STATION, UNIT 1; DRESDEN NUCLEAR POWER STATION, UNITS 1, 2, AND 3; LASALLE

COUNTY STATION, UNITS 1 AND 2; LIMERICK GENERATING STATION, UNITS 1 AND 2;

OYSTER CREEK NUCLEAR GENERATING STATION; PEACH BOTTOM ATOMIC POWER

STATION, UNITS 1, 2, AND 3; QUAD CITIES NUCLEAR POWER STATION, UNITS 1 AND 2;

SALEM GENERATING STATION; AND THREE MILE ISLAND NUCLEAR STATION, UNIT 1

DOCKET NOS. STN 50-456, STN 50-457, STN 50-454, STN 50-455, 50-461,

<u>50-10, 50-237, 50-249, 50-373, 50-374, 50-352, 50-353, 50-219, 50-171, 50-277, 278;</u>

50-254, 50-265, 50-272, 50-311, AND 50-289

In reviewing the Exelon Generation Company, LLC (EGC) 2013 Decommissioning Funding Status (DFS) report (Agencywide Documents Access and Management System (ADAMS) Accession No. ML13092A156). the U.S. Nuclear Regulatory Commission staff has determined that the following information is needed in order to complete its review:

RAI #1: <u>Citation for real rate of returns:</u>

State if the 3 percent real rate of return, authorized by the PaPUC, is allowed through the decommissioning period of each reactor.

On April 1, 2013, EGC reported the following for Limerick Generating Station, Units 1 and 2, and Peach Bottom Atomic Power Station, Units 2 and 3:

Assumptions used regarding rates of escalation, earnings, and other factors used in funding projections: 3%

Note: [Title 10 of the *Code of Federal Regulations* (10 CFR)] 10 CFR 50.75(e)(1)(ii) allows licensees to use a rate of return higher than 2% if the applicable rate-setting authority has specifically authorized a higher rate. The PaPUC approved a 3% real rate of return as part of the approval of the restructuring plan for PECO Energy Company (letter from J. J. McNulty (PaPUC), "Approval of Restructuring

Plan for PECO Energy Company under Section 2806 of the Public Utility Code; Docket No. R-00973953," to B. D. Crowe (PECO Energy Company) dated May 3, 2001). Accordingly, EGC uses a 3% real rate of return.

As stated in 10 CFR 50.75(f)(1), the information in [the DFS] report must include [...] the assumptions used regarding rates of escalation in decommissioning costs, rates of earnings on decommissioning funds, and rates of other factors used in funding projections...

RAI #2: <u>Amounts accumulated</u>

Provide the after-tax amount of funds accumulated through December 31, 2012 for Braidwood Station, Units 1 and 2, Byron Station, Unit Nos. 1 and 2, Clinton Power Station, Dresden Nuclear Power Station, Units 2 and 3, LaSalle County Station, Units 1 and 2, Limerick Generating Station, Units 1 and 2, Oyster Creek Nuclear Generating Station, Peach Bottom Atomic Power Station, Units 2 and 3, Quad Cities Nuclear Power Station, Units 1 and 2, Salem Generating Station, Units 1 and 2, and Three Mile Island Nuclear Station, Unit 1.

In its April 1, 2013, letter, EGC did not state if the amount of decommissioning funds accumulated was an after-tax amount.

The provisions of 10 CFR 50.75(f)(1) and (2) require the licensee to report the amount of funds accumulated to the end of the calendar year preceding the report.

M. Pacilio

If circumstances result in the need to revise the requested response date, please contact me at (301) 415-6606.

Sincerely,

/ **RA** /

Joel S. Wiebe, Senior Project Manager Plant Licensing Branch III-2 Division of Operating Reactor Licensing Office of Nuclear Reactor Regulation

Docket Nos. STN 50-456, STN 50-457, STN 50-454, STN 50-455, 50-461, 50-10, 50-237, 50-249, 50-373, 50-374, 50-352, 50-353, 50-219, 50-171, 50-277, 50-278, 50-254, 50-265, 50-272, 50-311 and 50-289

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ADAMS Accession No.: ML13196A338

OFFICE	LPL3-2/PM	LPL3-2/LA	LPL3-2/BC	LPL3-2/PM
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