G. WILLIAM WHITEHURST

ARMED SERVICES

SUSCOMMITTEES:

MILITARY I ALLATIONS AND

RESEARCH AND DEVELOPMENT

PERMANENT SELECT COMMITTEE

SUBCOMMITTEES:

PROGRAM AND BUDGET AUTHORIZATION OVERSIGHT

U.S. DELEGATE TO

Congress of the United States House of Representatives

Washington, D.C. 20513

January 23, 1980

WASHINGTON OFFICE:

2427 RAYBURN BUILDING WASHINGTON, D.C. 20515 (202) 225-4215

CHARLES H. FITZPATRICK

CONSTITUENT SERVICE OFFICES:

815 FEDERAL BUILDING NORFOLK, VIRGINIA 23510 (804) 441-3340

VERENA C. WASSERMAN OFFICE MANAGER

ROOM 601, PEMBROKE ONE VIRGINIA BEACH, VIRGINIA 23462 (SC4) 490-2393

> BLANCHE M. BOYLES OFFICE MANAGER

> > 2

on

Mr. Harold R. Denton Director Office of Nuclear Reactor Regulation U. S. Nuclear Regulatory Commission Washington, D. C. 20555

Dear Mr. Denton:

Mr. Stanley Ragone, President of the Virginia Electric and Power Company, has shared with me a copy of his recent letter to you relative to the NRC licensing of the North Anna II nuclear power plant. While Mr. Ragone is pleased that the NRC is now currently preparing a Safety Evaluation Report for the issuance of a lower power license for Sequoyah Unit I, he is concerned that NRC officials are not actively pursing a review of the North Anna II license on the same schedule. I believe Mr. Ragone has made an excellent point relative to the issuance of licenses for these two plants simultaneously, and I hope that every consideration can be given to his views.

Thanking you, I remain

Sincerely,

and with work

G. WILLIAM WHITEHURST

GWW: DTW

XEO3
5
1/1
ORiginal Advanced
to G. ERHER

1840 319

800129027/

A

VIRGINIA ELECTRIC AND POWER COMPANY RICHMOND, VIRGINIA 23261

STANLEY RAGONE PRESIDENT

January 17, 1980

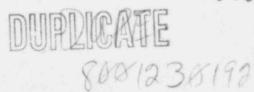
Mr. Harold R. Denton, Director Office Of Nuclear Reactor Regulation U. S. Nuclear Regulatory Commission Washington, D. C. 20555

Dear Mr. Denton:

It is my understanding based on discussions our licensing representatives have had with NRC project personnel recently that a concerted effort is under way to prepare the Safety Evaluation Report for issuance of a low power license for Sequoyah Unit 1. We are encouraged to learn that work is proceeding for issuance of that license, but I am disappointed that the staff is not actively pursuing a review of North Anna Unit 2 license on the same schedule. We believe they should be pursued simultaneously, especially since our unit has been essentially completed and ready for fuel loading since July 1979. Vepco has diligently pursued the implementation of the short-term lessons learned recommendations following TMI. Also, the Company has committed to a special training test program similar to TVA to enable our operators to actually observe the effects of natural circulation in the primary coolant system.

One overriding situation that should encourage the NRC to concentrate on getting North Anna Unit 2 in service as soon as possible by taking the steps necessary to attain fuel loading and power ascension is the major reduction in oil consumption that the placing of this unit has on our system and the nation as a whole. TVA is primarily a coalburning utility and the Sequoyah unit will displace coal, not oil. North Anna Unit 2 will primarily displace oil, most of it imported. At a 60% capacity factor, each month's improvement in placing our unit in full service reduces the Company's and nation's dependence on this cil by approximately three-quarters to one million barrels per month. The President has taken a strong position with regard to reducing oil imports, and he has endorsed the need for nuclear power to meet this nation's basic energy needs. The Company is striving, through our nuclear program and coal conversion program (12° MW already converted from oil back to coal, with 239 MW additional capacity scheduled for 1980 and 394 MW for 1982 conversions back to coal), to comply with his plea to reduce oil consumption. The NRC therefore should be making every possible effort to get those nuclear units in service that displace oil as quickly as possible.

1840 320



In past correspondence, I have conveyed to you the grave consequences of the nuclear licensing pause. In the latter half of 1979, major power purchases from neighboring utilities were necessary to maintain reliability and to try to reduce the consumption of high quantities of oil required to replace North Anna Unit 2. This detrimentally impacted on Vepco's ratepayers through higher electric bills and capital requirements. Carrying the unused investment in North Anna Unit 2 continues to mount, and this will further impact on Vepco's customers and the economic well-being of the area we serve.

We understand the Special Inquiry Study (Rogovin Report) will be submitted to the NRC by January 25. Following that it would appear that the Commission could proceed promptly with the issuance of operating licenses well before mid-February for North Anna Unit 2, Sequoyah Unit 1 and possibly others.

I sincerely hope that you will pursue the North Anna Unit 2 license as fast and diligently as is humanly possible to get this unit in service promptly. I respectively request that licensing of North Anna Unit 2 proceed in parallel with the Sequoyah unit for the reasons stated above. If you have any questions or would like to meet to discuss this, please let me know.

Sincerely,

Stanley Ragone

SR/eeh

cc: The Honorable Charles W. Duncan, Jr., Department of Energy

Virginia Congressional Delegation