NRC FORM 195 2-76) NRC DISTRIBUTION FOR PART 50 DOCKET MATERIAL			50-346
NRC DISTRIBUTI		IMATERIAL	TASUTANCE
1:	FROM: Toledo Ed	ison Company	7/28/77
Mr. Jerome Saltzman	Toledo, O Lowell E.		DATE RECEIVED
ETTER ONOTOR	and the second state of th	INPUT FORM	NUMBER OF COPIES RECEIVED
	ASSIFIED	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1	Isigned
SCRIPTION		ENCLOSURE	
Advising that applican the Swiss Bank Corpora for a line of credit a amount of \$5,000,000, with attached ltr	ation's proposal arrangement in the effective 8/1/77 •		
ANT NAME: Davis-Bess	ACKNOWLEDG O MOT REMOVE • (1-P	2) (2-P)	0 - 11
RJL 8/2/77	500 NOTIC	I CY ENCL	Recd
SAFETY	FOR ACTIC	and the second	. MOORE (LTR)
ASSIGNED AD:		and the second	. MUCKE (LIK)
BRANCH CHIEF:		BRANCH CHIEF:	
PROJECT MANAGER:		PROJECT MANAGER:	
			7 .
LICENSING ASSISTANT	1	LICENSING ASSISTAN	T:
LICENSING ASSISTANT			T:
	(2) 2+5	B. HARLESS	T:
LICENSING ASSISTANT	(2) C+S	B. HARLESS L DISTRIBUTION	
LICENSING ASSISTANT	(2) CHS INTERNA	B. HARLESS L DISTRIBUTION PLANT SYSTEMS	SITE SAFETY &
LICENSING ASSISTANT DINITZ REG FILES RC PDR	CL) CHS INTERNA SYSTEMS SAFETY HEINEMAN	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO	SITE SAFETY & ENVIRON ANALYSIS
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E	(2) CHS INTERNA	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E OFLD	CL) CHS INTERNA SYSTEMS SAFETY HEINEMAN SCHROEDER	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS	SITE SAFETY & ENVIRON ANALYSIS
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E DELD GOSSICK & STAFF	INTERNA SYSTEMS SAFETY HEINEMAN SCHROEDER ENGINEERING	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD
LICENSING ASSISTANT DINITZ REC FILES RC PDR L & E OFLD GOSSICK & STAFF HANALER	CL) CHS INTERNA SYSTEMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH.
LICENSING ASSISTANT DINITZ RECEDER I & E OFLD GOSSICK & STAFF HANALER MIPC	ENG INEERING KNIGHT BOSNAK	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST
LICENSING ASSISTANT DINITZ REG FILES RC PDR I & E OFLD GOSSICK & STAFF HANALER MIPC CASE	ENG INEERING KNIGHT BOSNAK SIHWELL	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD
LICENSING ASSISTANT	ENG INEERING KNIGHT BOSNAK	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST
LICENSING ASSISTANT DINITZ REG FILES RC PDR I & E DELD GOSSICK & STAFF HANAUER MIPC CASE RCYD H. JORDAN	ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E OFLD GOSSICK & STAFF HANALTER MIPC CASE RCVD H. JORDAN PROJECT MANAGEMENT	ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E OFLD GOSSICK & STAFF HANALTER MIPC CASE ROVD H. JORDAN PROJECT MANAGEMENT SKOVHOLT	ENG INEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH.
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E OFLD GOSSICK & STAFF HANAUER MIPC CASE RCVD H. JORDAN PROJECT MANAGEMENT SKOVHOLT P. COLLINS	ENG INEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E OFLD GOSSICK & STAFF HANAUER MIPC CASE RC PDR PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON	ENG INEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSZTOCZY	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2)
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E OFLD GOSSICK & STAFF HANALER MIPC CASE ROVD PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTZ	ENG INEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS
LICENSING ASSISTANT DINITZ REG FILLES MC PDR I & E OFLD GOSSICK & STAFF HANALER MIPC CASE ROVD H. JORDAN PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTE HELTEMES	CL) CHS INTERNA SYSTEMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSSTOCZY CHECK	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E OFLD GOSSICK & STAFF HANALER MIPC CASE RCVD PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTZ	CL) CHS INTERNA SYSTEMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSSTOCZY CHECK	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER BUNCH
LICENSING ASSISTANT DINITZ REG FILLES MC PDR I & E OFLD GOSSICK & STAFF HANALER MIPC CASE ROVD H. JORDAN PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTE HELTEMES	(2) CHS INTERNA SYSTFMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSSTOCZY CHECK AT&I SALTZMAN	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER BUNCH J. COLLINS
LICENSING ASSISTANT DINITZ REG FILLES MC PDR I & E OFLD GOSSICK & STAFF HANALER MIPC CASE ROVD H. JORDAN PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTE HELTEMES	(2) CHS INTERNA SYSTEMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSSTOCZY CHECK AT&I SALTZMAN RUTBERG	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER GRIMES	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER BUNCH J. COLLINS KREGER
LICENSING ASSISTANT DINITZ REG FILES TAC PDR L & E OFLD GOSSICK & STAFF HANALTER MI PC CASE BOYD H. JORADAN PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTZ HELTZMES SK	(2) CHS INTERNA SYSTFMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSSTOCZY CHECK AT&I SALTZMAN	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER GRIMES	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER BUNCH J. COLLINS KREGER CONTROL NUMBER
LICENSING ASSISTANT DINITZ PEC FILES INC PDR L & E OFLD GOSSICK & STAFF HANALIER MI PC CASE PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTI HELTI HELTIMES SK	CL) CHS INTERNA SYSTEMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSS NOVAK ROSZTOCZY CHECK AT&I SALTZMAN RUTBERG EXTERNAL DISTRIBUTIO	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER GRIMES	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER BUNCH J. COLLINS KREGER
LICENSING ASSISTANT DINITZ REG FILES NC PDR L & E OFLD GOSSICK & STAFF HANALIER MI DC CASE ROVD H. JORNAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTI HELTI HELTIMES SK LPDR: TIC	(2) CHS INTERNA SYSTEMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSSTOCZY CHECK AT&I SALTZMAN RUTBERG	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER GRIMES	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHEIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER BUNCH J. COLLINS KREGER CONTROL NUMBER
LICENSING ASSISTANT DINITZ PEG FILES NC PDR L & E OFLD GOSSICK & STAFF HANALIER MI PC CASE ROYD H. JORNAMAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTI HELTI	CL) CHS INTERNA SYSTFMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSS ROSS ROSS ROSS ROSS ROSS ROSS ROS	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER GRIMES	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHFIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER BUNCH J. COLLINS KREGER CONTROL NUMBER
LICENSING ASSISTANT DINITZ REG FILES RC PDR L & E OFLD GOSSICK & STAFF HANALIER MIPC CASE ROYD H. JORNAME PROJECT MANAGEMENT SKOVHOLT P. COLLINS HOUSTON MELTT HELTTMES SK LPDR: TIC	CL) CHS INTERNA SYSTFMS SAFETY HEINEMAN SCHROEDER ENGINEERING KNIGHT BOSNAK SIHWELL PAWLICKI REACTOR SAFETY ROSS NOVAK ROSS ROSS NOVAK ROSS ROSS ROSS ROSS ROSS ROSS ROSS ROS	B. HARLESS L DISTRIBUTION PLANT SYSTEMS TEDESCO BENAROYA LAINAS IPPOLITO F. ROSA OPERATING REACTORS STELLO EISENHUT SHAO BAER BUTLER GRIMES	SITE SAFETY & ENVIRON ANALYSIS DENTON & MULLER CRUTCHEIELD ENVIRO TECH. ERNST BALLARD YOUNGBLOOD SITE TECH. GAMMILL (2) SITE ANALYSIS VOLLMER BUNCH J. COLLINS KREGER CONTROL NUMBER

NAC FORM 195 (2-76)

8002110778 J

Docket No. 50-346



July 28, 1977

REGULATORY DOCKET FILE COPY Serial No. 331

United States Nuclear Regulatory Commission Attn: Mr. Jerome Saltzman, Chief Antitrust & Indemnity Group Nuclear Reactor Regulation Washington, D. C. 20555

> RE: Davis-Besse #1 Retrospective Premium Guarantee

Gentlemen:

Please refer to our letter of June 30, 1977, whereby we advised that we were electing to provide our portion of the retrospective premium guarantee by utilizing a line of credit arrangement.

Attached is a copy of a letter from the Swiss Bank Corporation outlining their proposal for a line of credit arrangement in the amount of \$5,000,000, effective August 1, 1977. Based on our ownership share of Davis-Besse #1 (48.62%), the amount of our retrospective premium guarantee would be \$4,862,000.

This is to advise you that we are accepting the Swiss Bank Corporation's proposal. As mentioned in their proposal, they will furnish a separate letter specifying that the line of credit will only be made available in the case of an assessment by the Nuclear Regulatory Commission if a letter is requested. Please advise us if the letter is necessary, or if this letter stating our commitment is sufficient.

Roe

Vice President, Facilities Development

Robert F. Ertle Assistant Treasurer

attachment copy: Cleveland Electric Illuminating Company

THE TOLEDO EDISON COMPANY EDISON PLAZA 300 MADISON AVENUE TOLEDO, OHIO 43652

2140275

Société de Banque Suisse Schweizer sch Bankverein Societa di Banca Svizzera

SWISS BANK CORPORATION

NEW YORK BRANCH

IS NASSAU STREET, NEW YORK, N.Y. 10005

JUL 2 5 1977

*14 Soja

Telephone (212) 791-2500 Cable: Swisbank, New York Our ret .: National I

AMS/mw

New York. July 15, 1977

Toledo Edison Company 300 Madison Avenue Toledo, Ohio 43604

Att: Mr. Donald G. Nicholson Vice President, Finance

Gentlemen:

Following up on our visit to your offices in Toledo last month, and confirming our more recent telephone conversations, we are pleased to offer you the following stand-by credit facility:

-BORROWER: Toledo Edison Company Toledo, Ohio

-AMOUNT: \$5,000,000.--

-UTILIZATION: Straight cash advances against promissory notes.

-RESTRICTION: In keeping with new regulations set forth by the Nuclear Regulatory Commission (NRC), we hereby agree to allow actual usage of this stand-by credit line only in the event that a claim is asserted against Toledo Edison as a result of your liability prising out of any extraordinary mishap connected with your nuclear reactor. We would require official written notice of such an occurrance and specific authorization from the NRC to make this \$5,000,000 facility available to you. (If requested, we will furnish a separate letter specifically stipulating that this line of credit will only be made available to Toledo Edison in the case of a nuclear liability assessment by the Nuclear Regulatory Commission.)

. / .

SWISS BANK CORPORATION NEW YORK BRANCH

- 2 -

-VALIDITY: Two years; Commencing August 1, 1977 and expiring July 31, 1979. Renewable if mutually agreeable.

-RATE OF INTEREST:

.

-COMPENSATING BALANCES:

-COMMITMENT FEE:

-DOCUMENTATION: This aspect would be kept fairly simple and straightforward, with no formal loan agreement necessary. We would require the execution of a Corporate Borrowing Resolution and a Signature Card.

We are delighted that this initial personal contact is developing to our mutual benefit and are looking forward to seeing you again. If you will let us know the next time business brings you to New York we would very much like to host a luncheor for you and your associates. In the meantime, we look forward to your response to the offer outlined in this letter.

Very truly yours,

SWISS BANK CORPORATION New York Branch

Alberto Togni Executive Vice President Joel Stewart First Vice President