Do Young Schwences primer a with any Lech'general

UNITED STATES ATOMIC ENERGY COMMISSION WASHINGTON 20545

August 2, 1972

Mr. Giambusso

Joe Perez is coming in to talk to Mr. Doub and myself on The delay August 10. Could you give me some background on the causes of delay on the Crystal River Plant.

> L. Manning Muntzing Director of Regulation

Attachment Wall Street Journal clipping, 7/25/72

POOR ORIGINAL

Florida Power Corp. Drops Nuclear Plant Slated to Open in '78

By a WALL STREET JOURNAL Staff Reporter
ST. PETERSBURG, Fla. - Florida Power

Corp. said it had canceled construction of a \$10,000-kilowatt nuclear generating unit it announced last August for start-up in 1978. The company said "intolerable delays and cost increases" in nuclear construction had forced the decision.

In Miami, meanwhile, Florida Power & Light Co. said the Atomic Energy Commission had issued an operating license for its first nuclear facility, a 760,000-kilowatt generating unit at Turkey Point, Fla. If all goes well during fuel loading and testing," it added, the unit "could be available for use on the system during the fall of this year." It was originally scheduled for completion in the spring of 1970.

Fiorida Power Corp. noted in announcing cancellation of the second nacions unit that its first one, an \$25,000-kilowatt facility at Crystal River, Fla., won't be ready for operation until October 1974, or 212 years later than originally scheduled.

A. P. Perez, chairman, said, "In view of the delays already experienced and the need to have new generating facilities available in 1978, when the second nuclear unit was supposed to be ready, we cannot jeopardize our customers' electric supply by proceeding on our previously announced course."

Consequently, he said, the commany is planning for fossil-fueled plants to supply a greater portion of future needs than was planned previously.

"Until order and stability return to this (nuclear power) segment of the industry," he said, "we cannot afford to gamble on comitting ourselves to another nuclear power plant at this time."

the settlement, if completed, would result in the present FTC proceeding being withdrawn from litigation, Georgia-Pacific said. The Plant Plans

As for Georgia-Pacific's planned manufacturing projects, the biggest would be a \$30 million facility, to be completed at Plaqueinine, La., in late 1971, that would be capable of producing 800 tens of chlorine and \$15 tens of caustic soda daily.

A second plant, to be built for \$15 million, would be constructed on an adjacent site and put the company into the polyvinyl chieride field. This plant would have a 200 million-pound annual capacity, a company spokesman said.

In the forest products area, the company said its directors approved a second production line at/a continuous-process panelboard manufacturing plant under construction at White-

ville. N.C., as well as construction of a wail panel prefinishing plant to process the panel-board on an adjacent site.

In addition, Georgia-Pacific said it plans to build chip-saw mills to produce dimension lumber, chips for pulping and shavings for particleboard in Carthage, Texas, northeast Georgia and eastern North Carolina.

BALTIMORE SUN 7-25-72

Wiretap issue intervenes in Ellsberg trial

Los Angeles up—Defense attorneys sought to stop the Pentagon papers trial vesterday after a surprise revelation that the government has filed secret reports of wiretapping information concerning the defense team.

The judge reserved decision on whether to grant a special hearing, but said he hoped to have opening statements begin tomorrow.

Attorneys for Daniel Elisberg and Anthony Russo accused the government of "gross misbehavior" and "dishonesty" for telling them last Friday that there was no wire-tap information covering attorneys and defense consultants.

The defense team, arguing a related aspect of the wiretap issue at the start of yesterday's court session, apparently was unaware of the secret government filing until Judge Matt Byrne of U.S. District Court interrupted their arguments to announce there had been an "in camera," or inchambers statement, on the issue submitted to him Friday by the government prosecutor.

The defense said it expected the secret report revealed wiretap evidence it had not been told about.

POOR ORIGIN

PO-7-25 SE-7-25