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E GREGORY BARNES ALBERT V CARE JR ANNE W COTTINGHAM KATHLEEN A COX ROBERT H CULP RETER G FLINN STEVEN R FRANTZ FREGER S GRAI ALVIN H CUTTERMAN DAVID B RASKIN DONALD J SILVERMAN

March 27, 1981

Sheldon J. Wolfe, Esquire
Chairman
Administrative Judge
Atomic Safety and Licensing
Board Panel
U. S. Nuclear Regulatory Commission
Washington, D. C. 20555

Dr. E. Leonard Cheatum Administrative Judge Route 3, Box 350A Watkinsville, Georgia 30677

Mr. Gustave A. Linenberger Administrative Judge Atomic Safety and Licensing Board Panel

> In the Matter of Houston Lighting & Power Company (Allens Creek Nuclear Generating Station, Unit 1) Docket No. 50-466

Gentlemen:

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Enclosed is a letter from Houston Lighting & Power Company (HL&P) to the Director, NRR, informing him of a stretchout in the ACNGS construction schedule.

Applicant intends to start construction in 1982,





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LOWENSTEIN, NEWMAN, REIS & AXFLEAD

Sheldon J. Wolfe Dr. E. Leonard Cheatum Gustave A. Linenberger March 27, 1981 Page Two

as previously contemplated, but the construction schedule will be attenuated owing to financial constraints. Our evidentiar; presentations on financial qualifications and need for power will be updated to reflect this change.

Since this change does not alter the time when construction must be initiated, we respectfully urge that the Board maintain a schedule for the proceeding consistent with a decision date not later than early 1982.

Very truly yours,

tack & Hew

Jack R. Newman Counsel for Houston Lighting & Power Company

Enclosure cc: Service List w/encl. HOUSTON LIGHTING & POWER COMPANY P.O. Box 1700 Houston, Texas 77001

G & OBREA JR Exec. T & VICE PRES DENT

March 25, 1981

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

Dear Mr. Denton:

This is to advise that owing to financing constraints, we have determined that it will be necessary to delay the in-service dates of five of the Company's planned generating units, including Allens Creek Nuclear Generating Station. Our revised schedule for Allens Creek calls for start-up in March 1991. Under our new schedule, construction start would not be delayed; rather the overall construction would be stretched out to ease financing requirements.

We are hopeful that a program of load management will be effective in reducing peak demand to levels which can be reliably served with the reduced installed capacity associated with the new plan.

We urge your continued assistance in helping to meet our original date for the beginning of construction in 1982. If we fail to start construction in 1982, we will lose the financing benefits from the stretched-out schedule, and the flexibility to accelerate construction if load management is unsuccessful. Additionally, we may also suffer attrition in the staff we have developed in anticipation of the start of construction in 1982.

Your continued timely licensing support will be greatly appreciated.

Yours very truly,

Alfredo

GWO/sra

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UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION

' BEFORE THE ATOMIC SAFETY AND LICENSING BOARD

In the Matter of

HOUSTON LIGHTING & POWER COMPANY

Docket No. 50-466

(Allens Creek Nuclear Generating Station, Unit 1)

CERTIFICATE OF SERVICE

I hereby certify that copies of Applicant's letter to the Director, NRR, regarding the Allens Creek Nuclear Generating Station construction schedule and the attached letter to the Board were served on the following by deposit in the United States mail, postage prepaid, or by hand delivery, this 27th day of March, 1981.

 * Sheldon J. Wolfe, Esq., Chairman Atomic Safety and Licensing Board Panel U.S. Nuclear Regulatory Commission Washington, DC 20555

Dr. E. Leonard Cheatum Route 3, Box 350A Watkinsville, Georgia 30677

 Mr. Gustave A. Linenberger Atomic Safety and Licensing Board Panel
 U.S. Nuclear Regulatory Commission Washington, DC 20555

Chase R. Stephens Docketing and Service Section Office of the Secretary of the Commission U.S. Nuclear Regulatory Commission Washington, DC 20555

Atomic Safety and Licensing Appeal Board U.S. Nuclear Regulatory Commission Washington, DC 20555 Susan Plettman, Esq. David Preister, Esq. Texas Attorney General's Office P. O. Box 12548 Capitol Station Austin, Texas 78711

Hon. Charles J. Dusek Mayor, City of Wallis P. O. Box 312 Wallis, Texas 77485

Hon. Leroy H. Grebe County Judge, Austin County P. O. Box 99 Bellville, Texas 77418

Atomic Safety and Licensing Board Panel U.S. Nuclear Regulatory Commission Washington, DC 20555

* Denotes hand delivery

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Jack R. Hun