

PACIFIC GAS AND ELECTRIC COMPANY

PG&E

P. O. BOX 7442 • 77 BEALE STREET, 31ST FLOOR, SAN FRANCISCO, CALIFORNIA 94106
TELEPHONE (415) 781-4211 TELECOPIER (415) 543-7813

MALCOLM H. FURBUSH
VICE PRESIDENT AND GENERAL COUNSEL

ROBERT OHLBACH
ASSOCIATE GENERAL COUNSEL

CHARLES T. VAN DEUSEN
PHILIP A. CRANE, JR.
HENRY J. LAPLANTE

JOHN B. GIBSON
ARTHUR L. HILLMAN, JR.

CHARLES W. THISELL
DANIEL E. GIBSON
ASSOCIATE GENERAL COUNSEL

February 6, 1981

GLEBERT L. HARRICK
JOHN WEST, JR.
JOSEPH T. KELLY
HOWARD V. SCHUB
JAMES C. LUDWIG
ROBERT L. BORDEN
PETER W. HANSEN
RICHARD F. LOCKE
DAVID L. LUBY-BRON

EDWARD J. MCGANNEY
DAN DRAYTON LINDROCK
JACK F. TRUHL, JR.
EDWARD J. DELLAGANTO
JOSHUA BARLEY
JOSEPH S. ENGLISH, JR.
ROBERT L. PARKS
DOUGLAS A. COLLEBY

SENIOR COUNSEL

DAVID ANDERSON
DANA BERGHAUSEN
LEON S. CASSIDY
AUGUSTYNES
WILLEM H. EDWARDS
DONALD G. ERICKSON
DAVID D. GIBNEY
STEVEN F. GREENWALD
JUAN M. JAYO
F. RONALD LAURHEIMER
HARRY W. LUND, JR.
A. KIRK MCKENZIE
RICHARD MEARS
RUSSELL J. PETERS
ROBERT E. RILEY
SHARLETT SANDERSON
JOHN SHAFER
LOUIS E. VANDERT
BRUCE A. WOOD
KENNETH YANG

J. PETER BAUMBARTNER
STEVEN P. BURKE
SUSAN CHAPPELL
MICHAEL G. DESPA
DARYL P. ENGLISH
JOHN N. FRIE
PATRICK G. GOLDEN
PAULA F. HAYES
RICHARD C. JONES
MEREDITH L. LAYTON
JOHN R. LUM
ROBERT B. McLENNAN
RICHARD W. MOSE
J. MICHAEL RUDENBACH
JOE E. SAMSON
S. ANTHONY SCHIFF
JACK W. SHUK
DAVID J. WILLIAMSON
BRUCE R. WORTHINGTON

ATTORNEYS

Mr. Jerome Saltzman, Chief
Antitrust & Indemnity Group
Office of Nuclear Reactor Regulation
U. S. Nuclear Regulatory Commission
Washington, D. C. 20555

Re: Docket No. 50-133
NELIA Policy No. NF-113

Dear Mr. Saltzman:

Enclosed for your files are two manually certified and six xerox copies of Endorsements Nos. 88 and 89 to the above-numbered NELIA policy. Kindly acknowledge receipt of this material on the enclosed copy of this letter and return it to me in the enclosed envelope.

Very truly yours,

Philip A. Greene



Enclosures

Mool
S
1/1

6102120277

J

Nuclear Energy Liability Insurance
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ADVANCE PREMIUM AND STANDARD PREMIUM CALENDAR YEAR 1981
ENDORSEMENT

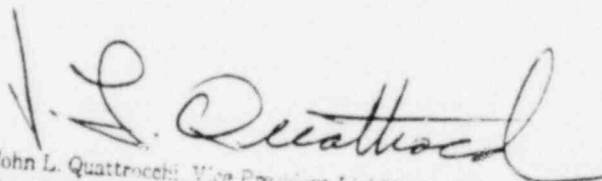
1. ADVANCE PREMIUM: It is agreed that the Advance Premium due the companies for the period designated above is:

\$ 57,190.00

2. STANDARD PREMIUM AND RESERVE PREMIUM: In the absence of a change in the Advance Premium indicated above, it is agreed that, subject to the provisions of the Industry Credit Rating Plan, the Standard Premium is said Advance Premium and the Reserve Premium is:

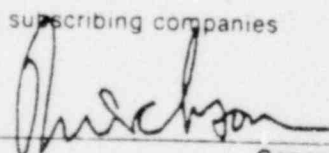
\$ 41,320.60

This is to certify that this is a true copy of the original Endorsement having the same force and effect as if made part of the Nuclear Energy Liability Insurance Policy Form, as designated hereon. No Insurance is provided hereunder.


John L. Quattrocchi, Vice President-Liability Underwriting
American Nuclear Insurers

Effective Date of this Endorsement January 1, 1981 To form a part of Policy No. NF-113
Issued to Pacific Gas & Electric Company
Date of Issue December 22, 1980

For the subscribing companies

By 
General Manager

Endorsement No. 88

Countersigned by _____

Nuclear Energy Liability Insurance
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF DEFINITION OF CONDITION 2 "INSPECTION; SUSPENSION" AND "INSURED SHIPMENT"
(Indemnified Nuclear Facility)

It is agreed that:

1.) Condition 2 "INSPECTION; SUSPENSION" is replaced by the following:

2 INSPECTION; SUSPENSION The companies shall at any time be permitted but not obligated to inspect the facility and all operations relating thereto and to examine the insured's books and records as far as they relate to the subject of this insurance and any property insurance afforded the insured through American Nuclear Insurers. If a representative of the companies discovers a condition which he believes to be unduly dangerous with respect to the nuclear energy hazard, a representative of the companies may request that such condition be corrected without delay. In the event of noncompliance with such request, a representative of the companies may, by notice to the named insured, to any other person or organization considered by the companies to be responsible for the continuation of such dangerous condition, and to the United States Nuclear Regulatory Commission, suspend this insurance with respect to the named insured and such other person or organization effective 12:00 midnight of the next business day of such Commission following the date that such Commission receives such notice. The period of such suspension shall terminate as of the time stated in a written notice from the companies to the named insured and to each such person or organization that such condition has been corrected.

Neither the right to make such inspections and examinations nor the making thereof nor any advice or report resulting therefrom shall constitute an undertaking, on behalf of or for the benefit of the insured or others, to determine or warrant that such facility or operations are safe or healthful, or are in compliance with any law, rule or regulation. In consideration of the issuance or continuation of this policy, the insured agrees that neither the companies nor any persons or organizations making such inspections or examinations on their behalf shall be liable with respect to injury to or destruction of property at the facility, or any consequential loss or expense resulting therefrom, or any loss resulting from interruption of business or manufacture, arising out of the making of or a failure to make any such inspection or examination, or any report thereon, or any such suspension of insurance, but this provision does not limit the contractual obligations of the companies under this policy or any policy affording the insured property insurance through American Nuclear Insurers.

