

Duquesne Light Company

Beaver Valley Power Station
P.O. Box 4
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NPDSVP:7626

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U. S. Nuclear Regulatory Commission
Attn: Document Control Desk
Washington, DC 20555

**Subject: Beaver Valley Power Station, Unit No. 2
Docket No. 50-412, License No. NPF-73
Amendment of Duquesne Light Company Facility Leases**

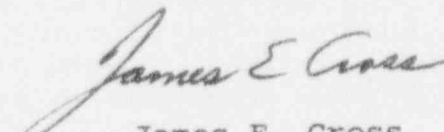
By Amendment No. 1, issued on September 23, 1987, to License No. NPF-73, the NRC authorized licensees including Duquesne Light Company to enter into sale and leaseback transactions for the Beaver Valley Power Station, Unit No. 2. As a condition of approval, the Amendment requires prior written notice of any change in, inter alia, the terms or conditions of any lease agreements executed as part of the transactions.

The participants in the sale and leaseback transactions subsequently executed by Duquesne Light Company are currently preparing to amend the facility leases. The amendments adjust the Basic Rent and certain schedules (Casualty Values, Special Casualty Values, Modified Special Casualty Values, and Special Termination Values) to preserve the Owner Participants' net economic return as the result of a change in tax rate. Such adjustment is permitted under the original transaction documents reviewed by the NRC prior to issuance of License Amendment No. 1. This letter is being delivered to provide the required notification of the change to the facility leases.

None of the changes to the facility leases affects operation of the plant, prevents or impairs compliance with NRC requirements, or otherwise adversely affects any NRC regulated activity.

If you have any questions, please call David Lewis at (202) 663-8474.

Sincerely,


James E. Cross

cc: Mr. L. W. Rossbach, Sr. Resident Inspector
Mr. T. T. Martin, NRC Region I Administrator
Mr. G. E. Edison, Sr. Project Manager

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