

New Hampshire Yankee

Ted C. Feigenbaum
Senior Vice President and
Chief Operating Officer

NYN- 90097

April 23, 1990

United States Nuclear Regulatory Commission
Washington, DC 20555

Attention: Document Control Desk

References: Facility Operating License No. NPF-86, Docket No. 50-443

Subject: Application to Amend Facility Operating License No. NPF-86
With Regard To Sale and Leaseback Transactions By The United
Illuminating Company

Gentlemen:

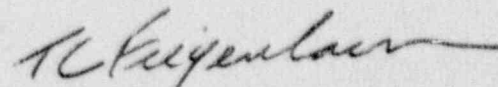
New Hampshire Yankee (NHY) hereby submits the enclosed application to amend the Seabrook Station Unit No. 1 Operating License. The purpose of the amendment is to allow The United Illuminating Company (UI) to enter into an arrangement for the sale and leaseback of a portion of their interest in Seabrook Station Unit No. 1 to certain equity investors.

As discussed in Section V of the application, UI expects to close the sale and leaseback transactions on or about June 28, 1990. This schedule will secure maximum tax benefits for UI and the equity investors and, therefore, the most favorable rental costs to UI and its ratepayers. To meet this schedule, it will be necessary to obtain the requisite approvals by June 21, 1990. UI anticipates approval from the Connecticut Department of Public Utility Control and the New Hampshire Public Utilities Commission by May 7, 1990.

Accordingly, NHY respectfully requests the NRC to expeditiously notice the amendment request, complete the review necessary to issue the required licensing amendment, and thus permit the closing to occur on or about June 28, 1990. NHY will provide any additional assistance or information that the NRC Staff may require, including the identities of the Owner Trustee and of the equity investors when they become available.

The application and proposed amendment have been subjected to a safety evaluation in accordance with 10 CFR 50.59 and have been reviewed and approved by the Station Operation Review Committee and the Nuclear Safety Audit and Review Committee. As discussed in the application, NHY has concluded that the proposed amendment to the operating license does not involve an unreviewed safety question.

Very truly yours,


T. C. Feigenbaum

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Enclosure

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United States Nuclear Regulatory Commission
Attention: Document Control Desk

cc: Mr. Thomas T. Martin
Regional Administrator
United States Nuclear Regulatory Commission
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Mr. Victor Nerses, Project Manager
Project Directorate I-3
United States Nuclear Regulatory Commission
Division of Reactor Projects
Washington, DC 20555

Mr. George L. Iverson, Director
Office of Emergency Management
State Office Park South
107 Pleasant Street
Concord, NH 03301

Mr. Noel Dudley
NRC Senior Resident Inspector
P.O. Box 1149
Seabrook, NH 03874

New Hampshire Yankee
April 19, 1990

ENCLOSURE 1 TO NYN- 90097

This enclosure consists of the following:

Application to Amend Facility Operating License No. NPF-86
and Affidavit of Mr. Leon A. Morgan and the following exhibits
attached thereto:

- Exhibit A - Joint Ownership Agreement
- Exhibit B - Summary of Principal Terms and Conditions as
Contained in the Offering Memorandum dated
April 1990
- Exhibit C - The United Illuminating Company Annual Report
to the Securities and Exchange Commission
(Form 10-K)
- Exhibit D - The United Illuminating Company 1989 Annual
Report to Shareowners