

OCT 20 1981

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Mr. Russell E. Dickenson
Director, National Park Service
United States Department of the Interior
Washington, DC 20240

Dear Mr. Dickenson:

In your letter of August 4, 1981, you requested certain information regarding the proceeding on Northern Indiana Public Service Company's request for an extension of the construction permit for the Bailly facility. You also requested that the Park Service be afforded the opportunity to conduct a review concurrent with the review by the NRC of the modifications to the monitoring and mitigation program associated with construction dewatering at the Bailly site which were to be proposed by NIPSCO.

Members of my staff were in the process of compiling and conving the documents you requested when NIPSCO filed a motion to terminate the proceeding. Enclosed is a copy of that motion to which is attached a letter to me withdrawing NIPSCO's application for an extension of the construction permit for the Bailly plant. The NRC staff has taken the position that the motion should not be granted until NIPSCO has taken such steps to restore the Bailly site as are necessary to prevent future adverse offsite impacts, including those to the adjacent Indiana Dunes National Lakeshore, which might result from the condition in which the site is left.

With respect to the Department's concerns about the potential impacts of construction dewatering at the Bailly site upon the National Lakeshore, NIPSCO has informed us that it ceased dewatering in the Bailly excavation upon its determination to cancel the project. Based on conversations between the Bailly Project Manager and the Park Service personnel at the National Lakeshore, we understand that you no longer want to receive the requested documents. We will, however, send Dr. Briceland and Mr. Whitehouse copies of any proposals submitted by NIPSCO for redress of the site and will be pleased to receive the Department's comments thereon. In addition, we will send copies of all future documents prepared by my staff relating to the Bailly site to Dr. Briceland and Mr. Whitehouse since you have an interest in how the site is redressed.

If I, or my staff, can be of any further assistance, please do not hesitate to contact me.

Sincerely,

Original Signed by
H. R. Denton

Harold R. Denton, Director
Office of Nuclear Reactor Regulation

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Concurrences See previous page

Enclosure:

OFFICE:	Northern Indiana Public Service	DL:LB#2	NRR	NRR
ORNAME:	Company's Motion to Terminate	DLynch	EGCase	HRDenton
DATE:	Proceeding (August 26, 1981)	10/07/81	10/9/81	10/13/81

nos-11-7-82
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