

PERRY NUCLEAR POWER PLANT

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Robert A. Stratman
VICE PRESIDENT - NUCLEAR

December 16, 1993
PY-CEI/NRR-1738 L

U.S. Nuclear Regulatory Commission
Document Control Desk
Washington, D. C. 20555

Perry Nuclear Power Plant
Docket No. 50-441
Participation of Ohio Edison
Company in NPP Unit 2

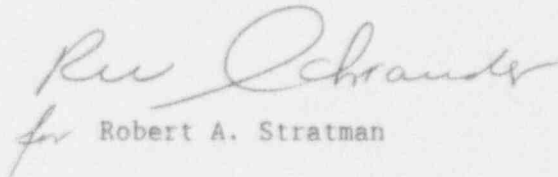
Gentlemen:

On December 13, 1993, Ohio Edison Company, one of the co-holders of Construction Permit CPPR-149 authorizing construction of the Perry Nuclear Power Plant Unit 2, announced that it will not participate in further construction of that unit. Ohio Edison's press release announcing this decision is attached hereto.

We are currently evaluating what effect this announcement will have on the pending application to extend Construction Permit CPPR-149, submitted on October 28, 1991 in letter PY-CEI/NRR-1377L. When that evaluation is complete, we will promptly inform you.

If you have questions or require additional information, please contact Henry Hegrat - Regulatory Affairs at (216) 259-3737 extension 5606.

Sincerely,



for Robert A. Stratman

RAS:MJH:sc

Enclosure

cc: NRC Project Manager
NRC Resident Inspector Office
NRC Region III
NRC Office of Nuclear Reactor Regulation
J. Williams - Ohio Emergency Management Agency
A. Grandjean - Public Utility Commission of Ohio

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Ohio Edison Company
76 South Main Street
Akron, Ohio 44308

FOR RELEASE: December 13, 1993

Ralph J. DiNicola
Director of Public Relations
(216) 384-5939

Ohio Edison Company announced today that it will not participate in further construction of Unit 2 of the Perry Nuclear Power Plant, which was about 50 percent complete when work was suspended in 1985.

As a result, Edison will take a one-time, noncash write-off against 1993 earnings. In addition to the Perry 2 write-off, Edison will also write off charges related to an expected resolution of fuel cost recovery issues in Pennsylvania and estimated costs associated with a comprehensive Company review of its business operations, such as identification of obsolete generating equipment inventory. Partially offsetting these charges will be a one-time, noncash credit that recognizes electricity used but unbilled at year end.

The effect on earnings for the year, including the credit, will be a net after-tax charge of approximately \$218 million, or \$1.43 per share of common stock. As of September 30, 12-month earnings per share were \$1.82, and retained earnings available for common stock dividends amounted to \$470.5 million.

"Closing the book on Perry 2 eliminates financial uncertainty without affecting our ability to maintain dividends at current levels," said Willard R. Holland, president and chief executive officer of Ohio Edison. "And with the steady

(more)

CC: OFFICERS
DEPARTMENT MANAGERS
PLANT SUPERINTENDENTS

COMMUNICATIONS SERVICES
DECEMBER 13, 1993

