

April 20, 1994

Mr. James R. Shetler
Deputy Assistant General Manager, Nuclear
Rancho Seco Nuclear Generating Station
14440 Twin Cities Road
Herald, California 95638-9799

Dear Mr. Shetler:

SUBJECT: AMENDMENT TO THE INDEMNITY AGREEMENT FOR THE RANCHO SECO NUCLEAR
GENERATING STATION (TAC NO. M88961)

In a letter dated January 31, 1994, the Sacramento Municipal Utility District (SMUD) requested to exercise an exemption from the requirements of 10 CFR 140.11(a)(4) which was granted to SMUD in a November 19, 1993, NRC letter.

The exemption authorized a reduction in primary financial protection to a level of \$100,000,000 and an exemption from participation in the industry retrospective rating plan (secondary financial protection). We have revised Indemnity Agreement No. B-66 between SMUD and the U.S. Nuclear Regulatory Commission to reflect the indemnity levels authorized by the exemption.

In connection with this action, we are enclosing two copies of Amendment No. 9 to Indemnity Agreement No. B-66 amending the agreement. Please sign and return one copy to this office.

Sincerely,

Original signed by:
Anthony W. Markley, Project Manager
Non-Power Reactors and Decommissioning
Project Directorate
Division of Operating Reactor Support
Office of Nuclear Reactor Regulation

Enclosure:
Amendment No. 9 to
Indemnity Agreement
No. B-66

cc w/enclosures:

See next page

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UNITED STATES
NUCLEAR REGULATORY COMMISSION

WASHINGTON, D.C. 20555-0001

April 20, 1994

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Sincerely,

A handwritten signature in dark ink, appearing to read "Anthony W. Markley".

Anthony W. Markley, Project Manager
Non-Power Reactors and Decommissioning
Project Directorate
Division of Operating Reactor Support
Office of Nuclear Reactor Regulation

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cc w/enclosures:
See next page

Mr. James R. Shetler

Rancho Seco Nuclear Generating
Station
Docket No. 50-312

cc:

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Panel
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

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Sacramento County
Board of Supervisors
700 H. Street, Suite 2450
Sacramento, California 95814

Mr. Leo Fassler
Assistant General Manager and
Chief Operations Officer
Sacramento Municipal Utility District
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Sacramento, California 95852-1830

Mr. Charles Bechhoefer, Chairman
Atomic Safety and Licensing Board
Panel
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

Mr. Richard F. Cole
Atomic Safety and Licensing Board
Panel
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D. C. 20555-0001

Docket No. 50-312

AMENDMENT TO INDEMNITY AGREEMENT NO. B-66
AMENDMENT NO. 9

Effective _____, Indemnity Agreement No. B-66, between Sacramento Municipal Utility District and the Atomic Energy Commission, dated March 1, 1973, as amended, is hereby further amended as follows:

Item 2a of the attachment to the indemnity agreement is deleted in its entirety and the following substituted therefor:

Item 2 - Amount of financial protection

\$1,000,000 (From 12:01 a.m., March 1, 1973, to
12 midnight, August 15, 1974,
inclusive)

\$110,000,000 (From 12:01 a.m., August 16, 1974, to
12 midnight, March 20, 1975,
inclusive)

\$125,000,000 (From 12:01 a.m., March 21, 1975, to
12 midnight, April 30, 1977,
inclusive)

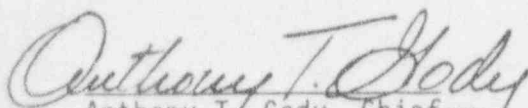
\$140,000,000* (From 12:01 a.m., May 1, 1977, to
12 midnight, April 30, 1979,
inclusive)

\$160,000,000* (From 12:01 a.m., May 1, 1979, to
12 midnight, June 30, 1989,
inclusive)

\$200,000,000* (From 12:01 a.m., July 1, 1989, to
12 midnight _____,
inclusive)

\$100,000,000 (From 12:01 a.m.,)

FOR THE U.S. NUCLEAR REGULATORY COMMISSION



Anthony T. Gody, Chief
Inspection and Licensing Policy Branch
Program Management, Policy Development
and Analysis Staff
Office of Nuclear Reactor Regulation

Accepted _____, 1994

By _____
Sacramento Municipal Utility District

* and, as of August 1, 1977, the amount available as secondary financial protection



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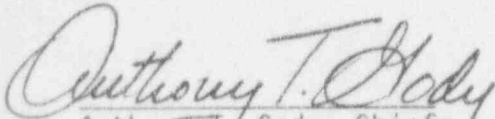
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FOR THE U.S. NUCLEAR REGULATORY COMMISSION



Anthony T. Gody, Chief
Inspection and Licensing Policy Branch
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Accepted _____, 1994

By _____
Sacramento Municipal Utility District

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