



MISSISSIPPI POWER & LIGHT COMPANY

Helping Build Mississippi

P. O. BOX 1640, JACKSON, MISSISSIPPI 39205

April 20, 1983

NUCLEAR PRODUCTION DEPARTMENT

Mr. Ira P. Dinitz
Office of State Programs
U. S. Nuclear Regulatory Commission
Washington, D. C. 20555

Attention: Mr. Ira P. Dinitz

Dear Mr. Dinitz:

SUBJECT: Grand Gulf Nuclear Station
Units 1 and 2
Docket Nos. 50-416 and 50-417
License No. NPF-13
File: 0260/15175
Indemnity Fees
AECM-83/0240

Mississippi Power & Light Co. (MP&L) agent and operator of Grand Gulf Nuclear Station (GGNS) on behalf of Owners, Middle South Energy, Inc. (MSEI) and South Mississippi Electric Power Association (SMEPA), has received two bills related to indemnity fees from the Nuclear Regulatory Commission (NRC).

Billing was due to adjustments that are the result of the number of reactors now on line, and the subsequent contribution to deferred premiums eliminating Price Anderson indemnity.

Through an apparent misunderstanding bills were addressed to both MP&L and SMEPA. The MP&L bill for \$1,000 (B0140) did not credit MP&L for payment already received when GGNS was being assessed at a higher rate. The SMEPA bill (B0138) does credit NPF-13 with the prior payment, but the wrong party is billed.

MP&L is also rather uncertain as to the correct assessment for the indemnity fee for GGNS. It was only recently discovered that the use of the cash flow declaration option of 10 CFR 140.21 would not be available for GGNS because of the ownership arrangement. This was discussed in telephone conversations between you and P. J. Richardson of this organization on and prior to April 11, 1983. The indemnity fee is understood to be \$1000.00 per annum only if the cash-flow option of 10 CFR 140.21 is used. The other options, such as a surety bond are associated with a \$100.00 fee. MP&L is requesting Middle South Utilities to obtain a surety bond guaranteeing the ability to pay deferred premiums.

Please submit another bill to MP&L with credit for payment, made with Bill No. A-0247 and advise MP&L as to adjustments that may be made to this and/or future billings.

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Member Middle South Utilities System

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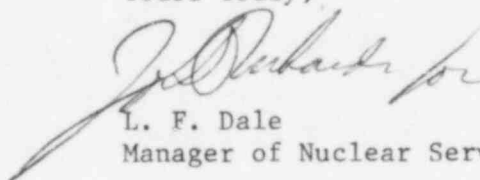
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If you have any questions, please advise.

Yours truly,



L. F. Dale
Manager of Nuclear Services

PJR/JDR:rg

cc: Mr. J. B. Richard
Mr. R. B. McGehee
Mr. T. B. Conner
Mr. G. B. Taylor

Mr. Richard C. DeYoung, Director
Office of Inspection & Enforcement
U. S. Nuclear Regulatory Commission
Washington, D. C. 20555

Mr. J. P. O'Reilly, Regional Administrator
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U.S. Nuclear Regulatory Commission
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