Mr. Howard Bruschi General Manager Advanced Technical Business Area Westingnouse Electric Corporation P.O. Box 355 Pittsburgh, Pennsylvania 15230

Dear Mr. Bruschi:

SUBJECT: REVISED SCHEDULE FOR THE REVIEW OF THE AP600 DESIGN

As discussed in the August 28, 1995 letter to you, the staff is developing a revised schedule for the review of the AP600 design certification application. As a result, the staff and Westinghouse have begun discussing the best method to establish revised review schedules for the Supplemental Draft Safety Evaluation Report (SER) on Codes and the Final SER on the overall review for the AP600. During those discussions, Westinghouse indicated that its budgeted funding which was based on earlier discussions with the staff, for the AP600 licensing review for FY96 may be exceeded based upon current expense predictions.

We understand that the AP600 funding issue may not be resolved until well into the first quarter of fiscal year 1996. NRC is concerned that a Westinghouse decision regarding what items Westinghouse wishes NRC to continue to review and what items Westinghouse would like delayed, needs to be made immediately. This is because NRC is currently working to the expedited schedule, with dedicated resources devoted to complete its review. A review that continues at the current rate could result in exceeding your budget for licensing fees.

In acknowledgement of your funding limitations and the desire to perform an efficient and effective review a meeting is scheduled with Westinghouse to discuss the allocation of review resources on October 12, 1995 at 1:00 pm.

Sincerely,

Original Signed By WILLIAM T. RUSSELL

William T. Russell, Director Office of Nuclear Reactor Regulation

Docket No. 52-003

DISTRIBUTION: See next page

DOCUMENT NAME: A: MODREPLY

To receive a copy of this document, indicate in the box: "C" = Copy without attachment/enclosure "E" = Copy with attachment/enclosure "N" = No copy

OFFICE	PM:PDST:DRPM	SC:PDST:DRPM C	D:PDST:DRPM C	D: DRPM M	D:NRR
NAME	TKenyon: sg Trafa	RArchitzelny	TQuay TRG?	DCrythafield	WRussell
DATE	10/5/95	10/5/95	10/5/95	10/1/95	10/5/95

9510110395 951005 PDR ADOCK 05200003 A PDR



cc: Mr. Nicholas J. Liparulo, Manager Nuclear Safety and Regulatory Analysis Nuclear and Advanced Technology Division Westinghouse Electric Corporation P.O. Box 355 Pittsburgh, PA 15230

> Mr. B. A. McIntyre Advanced Plant Safety & Licensing Westinghouse Electric Corporation Energy Systems Business Unit Box 355 Pittsburgh, PA 15230

Mr. John C. Butler Advanced Plant Safety & Licensing Westinghouse Electric Corporation Energy Systems Business Unit Box 355 Pittsburgh, PA 15230

Mr. M. D. Beaumont Nuclear and Advanced Technology Division Westinghouse Electric Corporation One Montrose Metro 11921 Rockville Pike Suite 350 Rockville, MD 20852

Mr. Sterling Franks U.S. Department of Energy NE-42 Washington, DC 20585

Mr. S. M. Modro EG&G Idaho Inc. Post Office Box 1625 Idaho Falls, ID 83415

Mr. Charles Thompson, Nuclear Engineer AP600 Certification U.S. Department of Energy NE-451 Washington, DC 20585 Mr. Frank A. Ross U.S. Department of Energy, NE-42 Office of LWR Safety and Technology 19901 Germantown Road Germantown, MD 20874

Mr. Ronald Simard, Director Advanced Reactor Program Nuclear Energy Institute 1776 Eye Street, N.W. Suite 300 Washington, DC 20006-3706

STS, Inc. Ms. Lynn Connor Suite 610 3 Metro Center Bethesda, MD 20814

Mr. James E. Quinn, Projects Manager LMR and SBWR Programs GE Nuclear Energy 175 Curtner Avenue, M/C 165 San Jose, CA 95125

Mr. John E. Leatherman, Manager SBWR Design Certification GE Nuclear Energy, M/C 781 San Jose, CA 95125

Barton Z. Cowan, Esq. Eckert Seamans Cherin & Mellott 600 Grant Street 42nd Floor Pittsburgh, PA 15219

Mr. Ed Rodwell, Manager PWR Design Certification Electric Power Research Institute 3412 Hillview Avenue Palo Alto, CA 94303 DISTRIBUTION:
Docket file
PUBLIC
PDST R/F
WRussell/FMiraglia, 0-12 G18
DCrutchfield
BGrimes
TQuay
RArchitzel
TKenyon
WHuffman
DJackson
JMoore, 0-15 B18
WDean, ED0
ACRS (11)
EJordan, T-4 D18