

Marsh & McLennan, Incorporated
2121 San Jacinto Street
1300 San Jacinto Tower
Dallas, Texas 75201
Telephone 214-979-9900

February 5, 1985

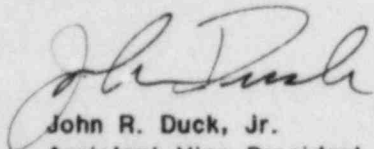
Mr. Jerome Saltzman
Assistant Director
State of Licensee Relations
Office of State Programs
U. S. Nuclear Regulatory Commission
Washington, D. C. 20555

Tennessee Valley Authority
Sequoyah Nuclear Plant
Nuclear Liability Insurance
ANI/MAELU Policies NF-247/MF-102
Endorsements No. 44 and 45/38 and 39

Dear Jerry:

Enclosed for your records are two certified copies each of
Endorsements No. 44 and 45 to ANI Policy NF-247 and Endorsements
No. 38 and 39 to MAELU Policy MF-102. These add the Linear
Accelerator and amend the 1985 premiums.

Very truly yours,



John R. Duck, Jr.
Assistant Vice President
M&M Nuclear Consultants

cc: C. R. Dodson
H. E. Higgins
J. P. Darling
J. L. Collins

jf/enclosure

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NUCLEAR ENERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

AMENDATORY ENDORSEMENT

1. The definition of "nuclear energy hazard", in addition to the meaning stated in the policy, shall also mean radiation arising out of the use of the linear accelerator described in the Schedule below while such accelerator is at the facility described in Item 3 of the Declarations.
2. The definition of "nuclear material", in addition to the meaning stated in the policy, shall include material made radioactive by the use of the linear accelerator described in the Schedule below while such accelerator is at the facility described in Item 3 of the Declarations.
3. The liability for which coverage is afforded under paragraphs 1 and 2 above must arise out of the use of the linear accelerator described in the Schedule below during the calendar year in which this endorsement became effective. Insurance for liability arising out of use of such linear accelerator during any subsequent calendar year that this policy is in existence shall be afforded under this policy only if an endorsement covering liability arising out of the use of such accelerator during such subsequent year is attached to this policy.

SCHEDULE

1 Minac - An x-radiation producing portable linear accelerator used for high energy radiography in the 3.0-4.0 Mev range; operated by or under the direct supervision of J. A. Jones Applied Research Co. personnel under contract with Tennessee Valley Authority or operated by employees of the Tennessee Valley Authority who have been trained to operate such accelerator by J. A. Jones Applied Research Co. and have been certified by J. A. Jones Applied Research Co. as having been trained to do so.

Effective Date of this Endorsement January 1, 1985 To form a part of Policy No. MF-102

Issue to Tennessee Valley Authority

Date of Issue January 24, 1985

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated hereon. No insurance is afforded hereunder.

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

J. S. Quattrocchi

By *J. S. Quattrocchi*

John L. Quattrocchi, Vice President-Liability Underwriting
American Nuclear Insurers

Endorsement No. 38

Countersigned by _____

AUTHORIZED REPRESENTATIVE

NUCLEAR ENERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

- 1. Amendment of Advance Premium Endorsement
- 2. Standard Premium and Reserve Premium Endorsement
- 3. Additional Premium Due

1. Advance Premium

It is agreed that the Amended Advance Premium due the companies for the calendar year 1985 is \$138,012.28.

2. Standard Premium and Reserve Premium

Subject to the provisions of the Industry Credit Rating Plan, it is agreed that the Standard Premium and Reserve Premium for the calendar year designated above are:

Standard Premium \$138,012.28

Reserve Premium \$104,214.33

3. Additional Premium \$5,276.34

Effective Date of this endorsement January 1, 1985 To form a part of Policy No. MF-102

Issued to Tennessee Valley Authority

Date of Issue January 24, 1985

For the Subscribing Companies

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

By J. S. Quattrocchi

Endorsement No. 39 Countersigned by _____ Authorized Representative

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated hereon. No Insurance is afforded hereunder.

ME-36

J. S. Quattrocchi

John L. Quattrocchi, Vice President-Liability Underwriting
American Nuclear Insurers

Nuclear Energy Liability Insurance
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT

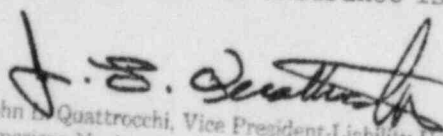
CALENDAR YEAR 1985

It is agreed that Items 1a. and 1b. of Endorsement No. 43
are amended to read:

1a. ADVANCE PREMIUM: It is agreed that the Advance
Premium due the companies for the period designated above
is: \$ 475,375.64.

1b. STANDARD PREMIUM AND RESERVE PREMIUM: In the
absence of a change in the Advance Premium indicated above,
it is agreed that, subject to the provisions of the Industry
Credit Rating Plan, the Standard Premium is said Advance
Premium and the Reserve Premium is: \$ 358,960.49.
Additional Premium: \$ 18,174.08.

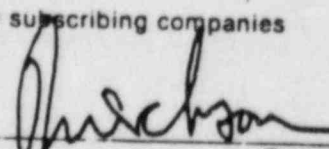
This is to certify that this is a true copy of the original
Endorsement having the endorsement number and being made part
of the Nuclear Energy Liability Policy (Facility Form) as des-
ignated hereon. No Insurance is afforded hereunder.


John B. Quattrocchi, Vice President-Liability Underwriting
American Nuclear Insurers

Effective Date of this Endorsement January 1, 1985
12:01 A.M. Standard Time To form a part of Policy No. NF-247
Issued to Tennessee Valley Authority

Date of Issue January 24, 1985

For the subscribing companies

By 
General Manager

Endorsement No. 45
NE-36

Countersigned by _____

Nuclear Energy Liability Insurance
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDATORY ENDORSEMENT

1. The definition of "nuclear energy hazard", in addition to the meaning stated in the policy, shall also mean radiation arising out of the use of the linear accelerator described in the Schedule below while such accelerator is at the facility described in Item 3 of the Declarations.
2. The definition of "nuclear material", in addition to the meaning stated in the policy, shall include material made radioactive by the use of the linear accelerator described in the Schedule below while such accelerator is at the facility described in Item 3 of the Declarations.
3. The liability for which coverage is afforded under paragraphs 1 and 2 above must arise out of the use of the linear accelerator described in the Schedule below during the calendar year in which this endorsement became effective. Insurance for liability arising out of use of such linear accelerator during any subsequent calendar year that this policy is in existence shall be afforded under this policy only if an endorsement covering liability arising out of the use of such accelerator during such subsequent year is attached to this policy.

SCHEDULE

1 Minac - An x-radiation producing portable linear accelerator used for high energy radiography in the 3.0-4.0 Mev range; operated by or under the direct supervision of J. A. Jones Applied Research Co. personnel under contract with Tennessee Valley Authority or operated by employees of the Tennessee Valley Authority who have been trained to operate such accelerator by J. A. Jones Applied Research Co. and have been certified by J. A. Jones Applied Research Co. as having been trained to do so.

Effective Date of this Endorsement January 1, 1985 To form a part of Policy No NF-247
12:01 A.M. Standard Time
issued to Tennessee Valley Authority

Date of Issue January 24, 1985

For the subscribing companies

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated hereon. No insurance is afforded hereunder.

Endorsement No 44
J. S. Quattrocchi

By [Signature] General Manager
Countersigned by _____