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File # 232
Ref. # 10CFR140.13

May 10, 1988

William G. Council
Executive Vice President

Director, Office of Nuclear Reactor Regulation
Attn: Mr. Thomas E. Murley
U.S. Nuclear Regulatory Commission
Washington, D. C. 20555

SUBJECT: COMANCHE PEAK STEAM ELECTRIC STATION (CPSES)
DOCKET NO. 50-445
NUCLEAR LIABILITY INSURANCE ANI POLICY
NO. NF-274 ENDORSEMENT

Dear Mr. Murley:

Two certified copies of the following endorsement to our Nuclear Liability Insurance ANI Policy No. NF-274 have been attached for your records.

No. 22 AMENDMENT OF COVERAGE ENDORSEMENT FOR
WORKERS CLAIMS (FACILITY FORM)

This information is provided to fulfill the financial protection requirements of 10CFR140.13 with regard to our Special Nuclear Material License, SNM-1912, as amended.

Very truly yours,

A handwritten signature in cursive script that reads 'W. G. Council'.

W. G. Council

RSB/mlh
Attachments

Moor
/

Nuclear Energy Liability Insurance
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF COVERAGE ENDORSEMENT

FOR WORKERS CLAIMS

(Facility Form)

PREAMBLE

1. The insurance and rating plan presently used by Nuclear Energy Liability Insurance Association ("NELIA") and Mutual Atomic Energy Liability Underwriters ("MAELU") do not make a distinction between workers claims arising from catastrophic events and those arising from lesser events;
2. NELIA and MAELU believe that the lack of such a distinction will adversely affect their ability to continue to attract from world markets very large amounts of nuclear energy liability insurance for the nuclear industry;
3. NELIA and MAELU want to avoid this potential loss of capacity and to continue to provide nuclear energy liability insurance for workers claims. Accordingly NELIA and MAELU desire to restructure their present insurance programs, including this policy, effective January 1, 1988.

NOW, THEREFORE, the Named Insured and the companies do hereby agree as follows:

1. DEFINITIONS

When used in reference to this endorsement:

"this policy" means the policy of which this endorsement forms a part;

"nuclear related employment" means all work performed at one or more than one nuclear facility in the United States of America or in connection with the transportation of nuclear material to or from any such facility. All of a worker's nuclear related employment shall be considered as having begun on the first day of such employment, regardless of the number of employers involved or interruptions in such employment;

"worker" refers to a person who is or was engaged in nuclear related employment;

"workers claims" means claims for damages because of bodily injury to a worker caused by the radioactive, toxic, explosive or other hazardous properties of nuclear material and arising out of or in the course of the worker's nuclear related employment;

"extraordinary nuclear occurrence" means an event which the United States Nuclear Regulatory Commission has determined to be an "extraordinary nuclear occurrence" as defined in the Atomic Energy Act of 1954, or in any law amendatory thereof.

2. APPLICATION OF THIS ENDORSEMENT

This endorsement applies only to such insurance as is afforded by this policy for workers claims which do not arise in whole or in part out of an extraordinary nuclear occurrence.

3. EXCLUSION OF NEW WORKERS CLAIMS

This policy does not apply to bodily injury to a worker which arises in whole or in part out of nuclear related employment that begins on or after February 1, 1988.

4. APPLICATION OF POLICY TO WORKERS CLAIMS NOT EXCLUDED

With respect to such insurance as is afforded by this policy for workers claims which are not excluded, Insuring Agreement IV does not apply and the following Insuring Agreement IV-A does apply:

IV-A APPLICATION OF POLICY TO WORKERS CLAIMS

This policy applies only to bodily injury (1) which is caused during the policy period by the nuclear energy hazard and (2) which is discovered and for which written claim is made against the insured not later than the close of December 31, 1997.

5. AVAILABILITY OF SUPPLEMENTAL INSURANCE

NELIA and MAELU are offering to make insurance under one or more Master Worker Policies available to all holders of Nuclear Energy Liability Policies (Facility Form). THIS OFFER IS CONTINGENT ON SUFFICIENT SUPPORT FROM POLICYHOLDERS, AND MAY BE WITHDRAWN OR MODIFIED BY NELIA OR MAELU AS THEY DEEM NECESSARY OR APPROPRIATE.

The Master Worker Policies will provide, under their separate terms and conditions, coverage for new workers claims. Premiums will be subject to a separate Industry Retrospective Rating Plan.

COVERAGE UNDER THE NEW MASTER WORKER POLICIES IS NOT AUTOMATIC. A WRITTEN REQUEST MUST BE SUBMITTED TO NFLIA OR MAELU THROUGH REGULAR MARKET CHANNELS.

It is understood and agreed that all of the provisions of this endorsement shall remain in full force and effect without regard to this Section 5, and without regard to whether or not the Named Insureds become insureds under the Master Worker Policies, or whether or not NELIA or MAELU terminate such policies or withdraw or modify their offer to underwrite such policies.

Executed for the companies

Date 3/10/88 By J. L. Quattrocchi
(Signature of Authorized Officer)

John L. Quattrocchi, Vice President-Liability Underwriting
(Print or Type Name and Title of Officer)

The named insureds named in Item 1 of the Declarations have caused this endorsement to be signed in their behalf by a duly authorized officer of Texas Utilities Electric Company acting as their agent under authority granted Texas Utilities Electric Company by Section 12.04 of the Joint Ownership Agreement, dated January 2, 1979, as amended, and by resolution of the Owner's Committee at a meeting of that Committee on May 4, 1984.

Texas Utilities Electric Company
(Named Insured - Print or Type)

Date 12/29/87 By Michael D. Spence
(Signature of Authorized Officer)

Michael D. Spence, Division President
Texas Utilities Electric Company
(Print or Type Name and Title of Officer)

Named Insureds

Texas Utilities Electric Company
Texas Municipal Power Agency
Brazos Electric Power Cooperative, Inc.
Tex-La Electric Cooperative of Texas, Inc.

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 by icon. No insurance is afforded hereunder.
John L. Quattrocchi, Vice President-Liability Underwriting
American Nuclear Insurers

Effective Date of this Endorsement February 1, 1988 To form a part of Policy No NE-274
12:01 A.M. Standard Time

Issued to Texas Utilities Electric Company, Texas Municipal Power Agency, Brazos Electric Power Cooperative, Inc., Tex-La Electric Cooperative of Texas, Inc.

Date of Issue October 19, 1987

For the subscribing companies

By MARSH and McLENNAN
General Manager

Endorsement No 22

Countersigned by [Signature]

Nuclear Energy Liability Insurance
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

AMENDMENT OF COVERAGE ENDORSEMENT

FOR WORKERS CLAIMS

(Facility Form)

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Executed for the companies

Date 3/10/88 By J. L. Quattrocchi
(Signature of Authorized Officer)

John L. Quattrocchi, Vice President-Liability Underwriting
(Print or Type Name and Title of Officer)

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Texas Utilities Electric Company
(Named Insured - Print or Type)

Date 12/29/87 By Richard Spence
(Signature of Authorized Officer)

Michael D. Spence, Division President
Texas Utilities Electric Company
(Print or Type Name and Title of Officer)

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