



**POLICY ISSUE**  
**(Notation Vote)**

May 27, 1988

SECY-88-150

For: The Commissioners

From: Victor Stello, Jr.  
Executive Director for Operations

Subject: SHOREHAM PLANT SHUTDOWN AND POSSIBLE DECOMMISSIONING

Purpose: To request Commission approval of a proposed letter to Long Island Lighting Company regarding transfer of the Shoreham plant to a state agency for shutdown and perhaps decommissioning.

Discussion: As the Commission is aware, Long Island Lighting Company and the State of New York have announced an "agreement in principle" whose effect, if finalized, would be the transfer of the Shoreham plant to a state agency for shutdown and perhaps decommissioning. It is our understanding that there are a number of major matters still to be negotiated in order to convert this "agreement in principle" into a binding agreement for such transfer. In the interim while the negotiations continue, we understand that it is Lilco's intent to continue with the NRC licensing procedures for the Shoreham facility.

Information in this record was deleted  
in accordance with the Freedom of Information  
Act, exemptions 5  
FOIA 89-166

Recommendation: 1

*Victor Stello, Jr.*  
Victor Stello, Jr.  
Executive Director for Operations

Enclosure: Proposed Letter

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PDR FOIA  
BELAIR89-166 PDR

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Commissioners' comments or consent should be provided directly to the Office of the Secretary ASAP.

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