Mr. Phillip R. Clark, President GPU Nuclear Corporation 100 Interpace Parkway Parsippany, New Jersey 07054

Dear Mr. Clark:

The NRC staff is reviewing your proposal submitted on August 16, 1988, to place the Three Mile Island Unit 2 (TMI-2) facility in long-term storage after the completion of the current defueling effort. You refer to this condition as Post Defueling Monitored Storage (PDMS).

Although not specifically mentioned in your submittal, the NRC staff understands that PDMS allows for additional decay of radiological contamination, thereby lowering worker exposure during final cleanup. PDMS also provides for a safe, stable plant configuration, during which the ultimate disposition of the facility can be decided. In the past, you have stated that your energies were totally committed to the cleanup of TMI-2 and that no funds or resources would be expended in deciding the ultimate fate of the facility. Your most recent statements indicate that you propose to maintain TMI-2 in PDMS until cessation of operations at Unit 1.

Now that defueling is close to completion and the facility is being prepared for PDMS, the Staff requests that you formally advise it about your future plans for the facility, commencing with PDMS.

In your letter of August 5, 1988, addressing the Decommissioning Funding Plan, you committed to providing the company's funding plan for all activities involved in the decommissioning of the plant, starting from PDMS conditions and ending with unrestricted access to the facility. In order to provide a better understanding of the basis for your funding plan, we request that you state your plans regarding the disposition of the facility. Because the current conditions at TMI-2 are so different from those of a typical facility at the end of its useful life, the amount of funds necessary to demonstrate reasonable assurance for decommissioning may be considerably in excess of the minimum amount required by the rule.

GPU Nuclear Corporation is to be commended for its continuing commitment to the completion of defueling while minimizing exposure to both the workforce and the public.

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cc: See mext page
*SEE PREVIOUS CONCURRENCE

Sincerely,
Original signed by'
Victor Stello, Jr.
Victor Stello, Jr.
Executive Director
for Operations

OFC :LA:PDI-4:PM:PDI-4:TECH ED :OGC :ADR1 :D:DRP :ADP :DDONRR :DONRR V:EDO

NAME :SNorris*:MMassik*:BCalure*:SLewis* :BBoger*:SVarga*:JPartlow*:JSniezek*:TMurley*:VStello

DATE : 4/24/89: 4/24/89: 4/25/89: 4/27/89:5/4/89 :5/4/89 :5/4/89 :5/5/89 :5/5/89 :5/5/89

Mr. Phillip R. Clark GPU Nuclear Corporation

cc:

Regional Administrator, Region I U.S. Nuclear Regulatory Commission 475 Allendale Road King of Prussia, PA 19406

Dr. Judith H. Johnsrud Environmental Coalition on Nuclear Power 433 Orlando Avenue State College, PA 16801

Ernest L. Blake, Jr., Esquire Shaw, Pittman, Potts, and Trowbridge 2300 N Street, N.W. Washington, DC 20037

Secretary U.S. Nuclear Regulatory Commission Washington, DC 20555

Sally S. Klein, Chairperson Dauphin County Board of Commissioners Dauphin County Courthouse Front and Market Streets Harrisburg, PA 17101

Thomas M. Gerusky, Director Bureau of Radiation Protection Department of Environmental Resources P. O. Box 2063 Harrisburg, PA 17120

Ad Crable Lancaster New Era 8 West King Street Lancaster, PA 17601

U.S. Department of Energy P. O. Box 88 Middletown, PA 17057

David J. McGoff Office of LWR Safety and Technology NE-23 U.S. Department of Energy Washington, DC 20545 Three Mile Island Nuclear Station Unit No. 2

Frank Lynch, Editorial The Patriot 812 Market Street Harrisburg, PA 17105

Robert B. Borsum Babcock & Wilcox Nuclear Power Division Suite 525 1700 Rockville Pike Rockville, MD 20852

Marvin I. Lewis 7801 Roosevelt Blvd. #62 Philadelphia, PA 19152

Jane Lee 183 Valley Road Etters, PA 17319

Walter W. Cohen, Consumer Advocate Department of Justice Strawberry Square, 14th Floor Harrisburg, PA 17127

Mr. Edwin Kinter Executive Vice President GPU Nuclear Corporation 100 Interpace Parkway Parsippany, NJ 07054

U.S. Environmental Prot. Agency Region III Office Attn: EIS Coordinator Curtis Building (Sixth Floor) 6th and Walnut Streets Philadelphia, PA 19106

Francis I. Young Senior Resident Inspector (TMI-1) U.S.N.R.C. Post Office Box 311 Middletown, PA 17057 Mr. Phillip R. Clark GPU Nuclear Corporation

cc:

G. Kuehn GPU Nuclear Corporation

J. J. Byrne GPU Nuclear Corporation

M. B. Roche GPU Nuclear Corporation Three Mile Island Nuclear Station Unit No. 2

R. E. Rogan GPU Nuclear Corporation

S. Levin GPU Nuclear Corporation

W. J. Marshall GPU Nuclear Corporation

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