

Director, Office of Nuclear Reactor Regulation U.S. Nuclear Regulatory Commission Washington, DC 20555

Date: October 17, 2018

Subject:

Pre-Notice of Disbursement from Decommissioning Trusts

Salem Generating Station, Units 1 and 2 Renewed Facility Operating License Nos. DPR-70 and DPR-75 NRC Docket Nos. 50-272 and 50-311

Hope Creek Generating Station Renewed Facility Operating License No. NPF-57 NRC Docket No. 50-354

Peach Bottom Atomic Power Station, Units 2 and 3 Renewed Facility Operating License Nos. DPR-44 and DPR-56 NRC Docket Nos. 50-277 and 50-278

Dear Sir/Madam:

This letter provides the Director of the Office of Nuclear Reactor Regulation written notification that the trustee, The Bank of New York Mellon ("Trustee") of the PSEG Power LLC Master Decommissioning Trust Agreement for Hope Creek Generating Station, Salem Nuclear Generating Station and Peach Bottom Atomic Power Station ("Trust"), at the direction of PSEG, intends to make disbursements from the Trust, as specified in the table below in the absence of any written notice of objection from your office within 30 days of the date of this letter.

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Unit	Decommissioning Costs
	(Planning)
Salem Unit 1	\$478,000
Salem Unit 2	\$478,000
Hope Creek	\$1,072,000
Peach Bottom Unit 2	\$86,000
Peach Bottom Unit 3	\$86,000

In accordance with the applicable Renewed Facility Operating Licenses, the Trust provides that "except for payments of expenses of administration pursuant to Section 4.02, no disbursements or payments from the trust shall be made by the Trustee until the Trustee has first given the NRC 30 days notice of the payment." In addition, the Trust provides that "no disbursements or

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payments from the trust shall be made if the trustee receives prior written notice of objection from the Director, Office of Nuclear Reactor Regulation during such 30 day notice period."

The amount of funds to be disbursed from the Trust for each unit will not exceed (without a supplemental 30-day notice) the amounts specified in the above table. The disbursements are for the development of decommissioning cost studies and early development of decommissioning planning documents including a Post-Shutdown Decommissioning Activities Report for both the Salem and Hope Creek plants. PSEG has confirmed to the Trustee (or prior to directing the Trustee to make the corresponding disbursement shall confirm to the Trustee) that the payments to be disbursed are for legitimate decommissioning planning expenses.

If you have any questions about this letter, please contact the representative for the Trustee, James Mahoney at 617-382-9623. Alternatively, additional information or clarification can be provided by Michael Wiwel of PSEG's nuclear licensing group, who can be reached at 856-339-1466.

Respectfully, James F. Mahoney, Jr.

Vice President The Bank of New York Mellon

cc: U.S. Nuclear Regulatory Commission , Attn: Document Control Desk Washington, DC 20555-0001

> Regional Administrator, Region 1 U.S. Nuclear Regulatory Commission 2100 Renaissance Blvd, Suite 100 King of Prussia, PA 19406-2713

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