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April 27, 1990

Dr. Thomas E. Murley
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555

Re: Davis-Besse Nuclear Power Station, Docket No. 50-346
Perry Nuclear Power Plant, Docket No. 50-440

Dear Dr. Murley:

The Board of Directors of Centerior Energy Corporation on April 24, 1990, adopted a reorganization plan for the Corporation and its service and operating company subsidiaries. Except for changing the titles of The Toledo Edison Company Vice President, Nuclear (to Centerior Service Company Vice President-Nuclear-Davis-Besse) and The Cleveland Electric Illuminating Company Vice President-Nuclear Group (to Centerior Service Company Vice President-Nuclear-Perry), the reorganization will not affect the site organization of either Perry or Davis-Besse at this time.

Under the Centerior reorganization, an existing subsidiary -- Centerior Service Company -- will assume management responsibility for nuclear activities at both the Perry and Davis-Besse sites. Both the Perry and Davis-Besse organizations will report through their respective Vice President to the Executive Vice President-Power Generation of Centerior Service Company, who in turn will report to Centerior Service Company's President and Chief Operating Officer and ultimately to Centerior Service Company's Chairman and Chief Executive Officer. The Centerior Energy's Board of Directors has reelected Richard Miller as Chairman/CEO and Robert Farling as President/COO of the Service Company. Murray Edelman has been elected Executive Vice President-Power Generation. Michael Lyster and Donald Shelton have been elected Vice President-Nuclear-Perry and Vice President-Nuclear-Davis-Besse, respectively. The officers will take their new positions effective April 30, 1990.

All plant personnel at Perry and Davis-Besse will remain employees of Cleveland Electric and Toledo Edison, respectively and will report to the respective Vice Presidents-Nuclear, who will become employees of Centerior Service Company. The reorganization will make no changes in the technical or financial qualifications for either Perry or Davis-Besse. The Cleveland Electric Illuminating Company and The Toledo Edison Company have been and continue to be fully owned subsidiaries of the Centerior Energy Corporation.

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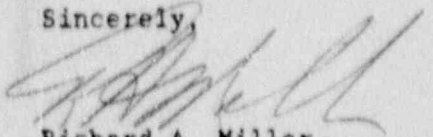
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April 27, 1990
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In the near future, we will submit applications to amend the operating licenses for the two facilities to add Centerior Service Company as a licensee, and to modify the Technical Specifications for Davis-Besse and Perry to reflect the minor changes in the titles of the Vice Presidents-Nuclear.

Enclosed is a corporate report which describes the reorganization and presents an organizational chart for Centerior Service Company.

We would be pleased to discuss this matter with you and your staff.

Sincerely,



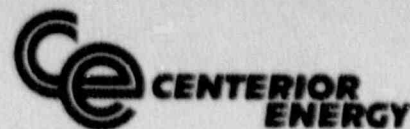
Richard A. Miller
Chairman/CEO
Centerior Service Company

cc: A. B. Davis, Regional Administrator
J. M. Taylor, Executive Director for Operations
P. M. Byron, DB-1 NRC Senior Resident Inspector
T. V. Wamback, DB-1 NRC Senior Project Manager
P. L. Hiland, PY-1 NRC Senior Resident Inspector
T. G. Colburn, PY-1 NRC Senior Project Manager

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EMPLOYEE REPORT

3065
ROBERT W SCHRAUDER



April 25, 1990

New organization, officers approved by Board

The Board of Directors has elected officers for a restructured Centerior Energy. The officers will take their new positions effective April 30, 1990.

Our reorganization plan, as reported earlier, calls for grouping company functions systemwide into three major sectors -- Power Generation, Customer Operations, and Finance and Administration -- each headed by an executive vice president in Centerior Service Company. The new structure also includes two additional groups outside the sectors, one for Human Resources and Strategic Planning and the other for Legal and Corporate Affairs, each to be headed by a vice president. (See organizational chart for Centerior Service Company.)

Officers elected for the new Centerior Service Company are as follows: Dick Miller was reelected Chairman and Chief Executive Officer and Bob Farling was reelected President and Chief Operating Officer. Paul Smart will continue as Vice Chairman of Centerior Energy Corporation and of TE until his retirement September 1, 1990. Elected as Executive Vice Presidents of the three Centerior sectors are: Murray Edelman for Power Generation, Ted Maugans for Finance and Administration, and Lyman Phillips for Customer Operations.

Reporting to Murray Edelman, Executive Vice President - Power Generation are: Dick Crouse, Vice President - Fossil Operations; Al Kaplan, Vice President - System Engineering and Control; Mike Lyster, Vice President - Nuclear -- Perry; and Don Shelton, Vice President - Nuclear -- Davis-Besse.

Elected to report to Lyman Phillips, Executive Vice President - Customer Operations are: Gary Greben, Vice President - Transmission and Distribution Engineering and Services; Jackie Hauserman, Vice

President - Customer Service and Community Affairs; Dave Monseau, Vice President - Transmission and Distribution Operations; Tom Quinn, Vice President - Marketing; and Don Saunders, Vice President. Lyman Phillips will also serve as President and CEO of CEI and Chairman and CEO of TE. Don Saunders will also serve as President of TE.

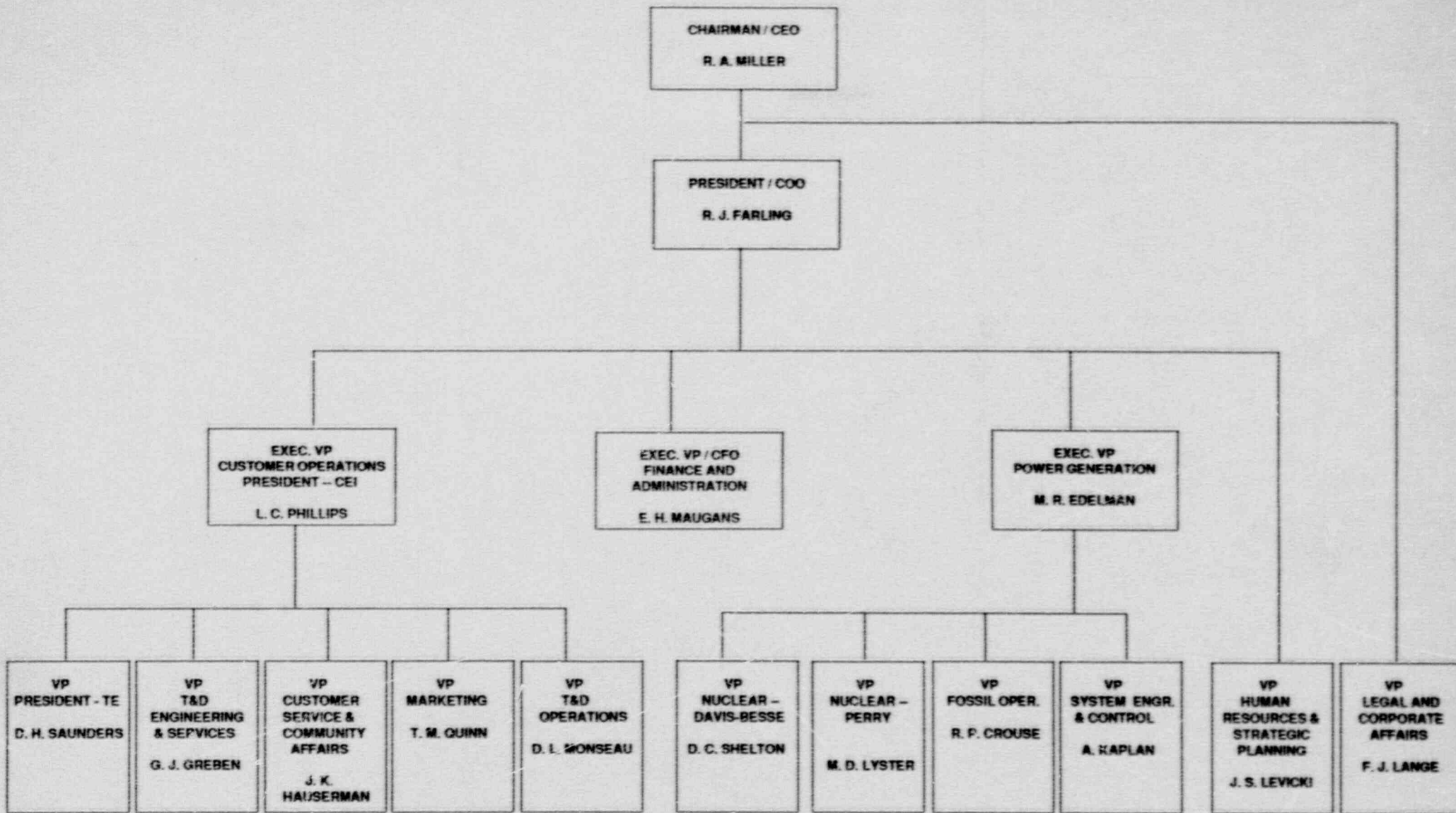
Comprising Finance and Administration under Executive Vice President and Chief Financial Officer Ted Maugans will be the following departments: Asset and Risk Management, Controller's, Corporate Services, Corporate Relations, Information Services, Operational and Financial Auditing, Procurement, and Treasury.

In addition, Fred Lange was elected Vice President - Legal and Corporate Affairs, reporting to Chairman Dick Miller, and John Levicki was elected Vice President - Human Resources and Strategic Planning, reporting to President Bob Farling.

Five current vice presidents -- Vic Greenslade, Bill Masters and Stan Wertheim of CSC and Bill McClung and Dick Peterka of CEI -- have been reappointed by the Board to serve in their current positions during a transitional period.

The next step in defining the new organization will be the designation of departments and department heads. Certain departments will be structured differently from what they were in the past. Others will no longer exist as separate units but will be merged with other areas.

More information on our organizational structure through the department level will be issued as soon as the restructuring at this level is completed and all assignments have been made. You will receive a communication tomorrow summarizing the Cresap report on the Centerior audit.



CENTERIOR SERVICE COMPANY



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