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RECEIVED MAY 12 1989

NU Power File
11927.2

May 10, 1989

Mr. John McCarthy
Vice-President
Nevada Power Company
6226 West Sahara Ave.
P.O. Box 230
Las Vegas, Nevada 89151

Re: PCB Change Out

Dear John:

Thank you for supplying the labor costs associated with the capacitor change out.

Enclosed, please find a damage summary that I was able to reconstruct from the data you have provided us.

Would you look it over to verify that it is correct. General Electric has asked me to make a damage demand on them for your change out costs and I would like to be sure that my numbers are basically correct.

Am I correct in assuming that labor costs associated with transformers (not capacitors) are already plugged into disposal and/or replacement costs?

Would you please call me as soon as time permits to discuss this damage summary. The sooner we get the numbers to GE, the sooner we can start serious negotiations on this matter.

Sincerely

Thomas E. Kotoske

THOMAS E. KOTOSKE

TEK:rry
Enclosure

cc: Charles H. McCrea Sr.
David S. McCrea

NEVADA POWER COMPANY: PCB
REMOVAL AND REPLACEMENT
DAMAGE SUMMARY

1. Replacement Costs	\$3,325,160.
a) Transformers: 1,876,471.	
b) Capacitors : 1,472,681	
2. Disposal Costs	1,114,092.
3. Analytical Costs	33,622.
4. Construction Costs	17,231.
5. Disposal Containers	12,805.
6. Labor Costs (capacitors, only)	163,183.
7. Future PCB Removal Costs	200,000.
	\$4,866,093.