

# VERMONT YANKEE NUCLEAR POWER CORPORATION

185 OLD FERRY ROAD, PO BOX 7002, BRATTLEBORO, VT 05302-7002  
(802) 257-5271

November 7, 2000  
BVY 00-106

United States Nuclear Regulatory Commission  
Attn: Document Control Desk  
Washington, DC 20555

Reference: (a) License No. DPR-28 (Docket No. 50-271)  
(b) 10 CFR, Section 140.21

Subject: Vermont Yankee 10CFR 140.21 Submittal:  
Licensee Guarantee of Payment of Deferred Premiums

In accordance with the requirements of 10CFR 140.21(e), enclosed is the annual cashflow statement for Vermont Yankee Nuclear Power Corporation ("Vermont Yankee") for the year 2000. This information is submitted, as evidence that Vermont Yankee maintains an approved guarantee of payment should a \$10 million retrospective premium be assessed under the Price Andersen Act.

Under the Power Contracts between Vermont Yankee and its nine sponsor companies (copy enclosed), Vermont Yankee would bill retrospective premium assessments to its sponsor companies as part of the monthly Power Contract billing. Purchased power costs are paid by our nine sponsor companies out of operating revenues rather than net income or sponsor financing.

As an additional source of financial protection, pursuant to 10CFR 140.21(c) Vermont Yankee maintains a \$75 million revolving credit agreement. Maximum drawdown under this line of credit was less than \$35 million during 2000.

If you should have any questions, please me at (802) 258-4117.

Sincerely;



Bruce W. Wiggett  
Vice President, Finance and Treasurer

Enclosure

cc: USNRC Region 1 Administrator  
USNRC Resident Inspector – VYNPC  
USNRC Project Manager  
Vermont Department of Public Service

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**Vermont Yankee Nuclear Power Corporation**  
**Statements of Cash Flows**  
**For the Month and Ten Months ended October 31, 2000**  
**Increase (Decrease) in Cash and Cash Equivalents**

	October Year to Date (10 mos.)	December Estimated (2 Mos.)	Total Estimated (12 mos.)
Cash flows from operating activities:			
Net Income	\$5,478	1,096	\$6,574
Adjustments to reconcile net income to net cash provided by operating activities:			
Amortization of nuclear fuel	12,803	2,561	15,364
Depreciation and amortization	11,931	2,386	14,317
Decommissioning Expense	13,651	2,796	16,447
Deferred tax expense	(7,565)	(1,156)	(8,721)
Amortization of deferred investment tax credits	(582)	(116)	(698)
Nuclear fuel disposal fee interest accrual	5,392	1,078	6,470
Interest and dividends on spent fuel disposal fee defeasance trust	(4,893)	(978)	(5,871)
(Increase) decrease in accounts receivable	1,329	266	1,595
(Increase) decrease in prepaid expenses	641	128	769
(Increase) decrease in materials and supplies inventory	599	-	599
Increase (decrease) in accounts payable and accrued liabilities	(16,453)	1,000	(15,453)
Increase (decrease) in interest and taxes payable	2,662	372	3,034
Other	441	88	529
Total Adjustments	<u>19,956</u>	<u>8,425</u>	<u>28,381</u>
Net Cash provided by operating activities	<u>25,434</u>	<u>9,521</u>	<u>34,955</u>
 Cash flows from investing activities			
Electric plant additions and retirements	(4,891)	(978)	(5,869)
Nuclear fuel additions	(1,358)	(11,600)	(12,958)
Payments to decommissioning trust	(12,249)	(2,796)	(15,045)
Payments to spent fuel disposal fee defeasance trust	-	-	0
Net cash used for investing activities	<u>(18,498)</u>	<u>(15,374)</u>	<u>(33,872)</u>
 Cash flows from financing activities			
Payments of long-term obligations	(5,418)	-	(5,418)
Payments of long-term obligations	(258,050)	(50,000)	(308,050)
Borrowings of long-term obligations	253,079	59,000	312,079
Dividend Payments	(4,490)	(1,770)	(6,260)
Net cash used for financing activities	<u>(14,879)</u>	<u>7,230</u>	<u>(7,649)</u>
 Net increase (decrease) in cash and cash equivalents	(7,943)	1,377	(6,566)
Cash and cash equivalents at beginning of period	7,970	27	7,997
Cash and cash equivalents at end of period	<u>\$27</u>	<u>\$1,404</u>	<u>\$1,431</u>

I hereby certify that I am Vice President, Finance and Treasurer of Vermont Yankee Nuclear Power Corporation and that this statement represents the unaudited cashflow of the Company for the period ended 10/31/00.

  
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 Bruce W. Wiggett  
 Vice President, Finance and Treasurer