

August 28, 2001

10 CFR 140

Document Control Desk
U. S. Nuclear Regulatory Commission
Washington, DC 20555

Ladies and Gentlemen:

Docket 50-255 – License DPR-20 – Palisades Plant
Amendment to Indemnity Agreement

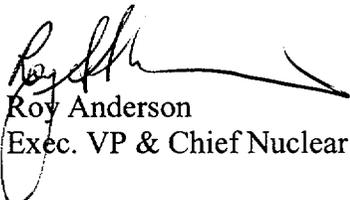
By Order dated April 19, 2001, the Nuclear Regulatory Commission approved the transfer of operating authority under Facility Operating License No. DPR-20 held by Consumers Energy Company to Nuclear Management Company, LLC. Conforming license amendments were issued and made effective on May 15, 2001 which completed the transfer of operating authority.

As required by the provisions of the Price-Anderson Act and the Nuclear Regulatory Commission's regulations at 10 CFR Part 140, the indemnity agreement has been amended to add Nuclear Management Company, LLC as a named licensee.

Attached is the signed amendment to Indemnity Agreement No. B-40.

Please contact us should you have any questions or require additional information regarding this submittal.

Sincerely,



Roy Anderson
Exec. VP & Chief Nuclear Officer

Attachment

cc: NRC Regional Administrator
NRC Director Nuclear Reactor Regulation
Project Manager, NRR, USNRC
NRC Resident Inspector - Palisades



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D.C. 20555-0001

Docket No. 50-255

AMENDMENT TO INDEMNITY AGREEMENT NO. B-40
AMENDMENT NO. 11

Effective May 15, 2001, Indemnity Agreement No. B-40, between Consumers Energy Company and the Atomic Energy Commission, dated January 20, 1970, as amended, is hereby further amended by adding the following named licensee:

"Nuclear Management Company, LLC"

FOR THE UNITED STATES NUCLEAR REGULATORY COMMISSION

William D. Beckner

William D. Beckner, Acting Chief
Generic Issues, Environmental, Financial
and Rulemaking Branch
Division of Regulatory Improvement Programs
Office of Nuclear Reactor Regulation

Accepted Aug. 22, 2001

Accepted Aug 24, 2001

By *[Signature]*
Consumers Energy Company

By *[Signature]*
Nuclear Management Company, LLC