

¢

A CMS Energy Company

212 West Michigan Avenue, Jackson, MI 49201 farueckert@cmsenergy.com Phone: (517) 788-0822 Fax: (517) 788-1693

May 28, 2002

Ira Dinitz US Nuclear Regulatory Commission Mail Stop 12E4 Washington, DC 20555

ANI POLCIY NF-179 DOCKET NO 50-255

Attached are copies of Endorsement 171 and 172 to ANI Policy NF-179 for Palisades Nuclear Plant. Endorsement 171 reflects the 2001 final premium and Endorsement 172 reflects the 2002 revised premium as a result of a maintenance outage.

Should you have any questions on the endorsements, please feel free to contact me at the above numbers.

faith a Ruckert

Faith A Rueckert Senior Insurance Analyst

NUCLEAR ENERGY LIABILITY INSURANCE NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT

CALENDAR YEAR 2001

It is agreed that Items 1 and 2 of Endorsement No. 166 are amended to read:

- 1. ADVANCE PREMIUM: It is agreed that the Advance Premium due the companies for the period designated above is: \$219,238.00
- STANDARD PREMIUM AND RESERVE PREMIUM: In the absence of a change in the Advance Premium indicated above, it is agreed that, subject to the provisions of the Industry Credit Rating Plan, the Standard Premium is said Advance Premium and the Reserve Premium is: \$163,578.00

RETURN PREMIUM: \$5,507.00

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated hereon. No insurance is afforded hereunder.

John L. Quattrocchi, Senior Vice President - Underwriting American Nuclear Insurers

Effective Date of this Endorsement: **January 1, 2001** (12:01 A.M. Standard Time)

To form a part of Policy No. NF -0179

Issued To: Consumers Energy Company

Date of Issue: May 7, 2002

For the subscribing companies - Marchi President Countersigned by

Endorsement No: 171

CERTIFIED COPY

NE-36

2

NUCLEAR ENERGY LIABILITY INSURANCE NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT

CALENDAR YEAR 2002

It is agreed that Items 1 and 2 of Endorsement No. 170 are amended to read:

- 1. ADVANCE PREMIUM: It is agreed that the Advance Premium due the companies for the period designated above is: \$301,536.00
- STANDARD PREMIUM AND RESERVE PREMIUM: In the absence of a change in the Advance Premium indicated above, it is agreed that, subject to the provisions of the Industry Credit Rating Plan, the Standard Premium is said Advance Premium and the Reserve Premium is: \$226,136.00

RETURN PREMIUM: \$3,992.00

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated hereon. No insurance is afforded hereunder.

John L. Quattrocchi, Senior Vice President - Underwriting American Nuclear Insurers

Effective Date of this Endorsement: January 1, 2002 (12:01 A.M. Standard Time)

To form a part of Policy No. NF -0179

Issued To: Consumers Energy Company

Date of Issue: May 7, 2002

For the subscribing companies

t. Countersigned by

Endorsement No: 172

CERTIFIED COPY

NE-36