



Entergy Nuclear Northeast
Entergy Nuclear Operations, Inc
440 Hamilton Avenue
White Plains, NY 10601
Tel 914 272 3200
Fax 914 272 3205

Michael R. Kansler
Senior Vice President &
Chief Operating Officer

October 9, 2002
ENO 2.02.090
NL-02-131
IPN-02-083
JPN-02-027
BVY 02-078

U.S. Nuclear Regulatory Commission
Mail Stop O-P1-17
Washington, D.C. 20555-0001
ATTN: Document Control Desk

Subject: Pilgrim Nuclear Power Station
Docket No. 50-293
Indian Point Nuclear Generating Unit No. 2
Docket No. 50-247
Indian Point Nuclear Generating Unit No. 3
Docket No. 50-286
James A. FitzPatrick Nuclear Power Plant
Docket No. 50-333
Vermont Yankee Nuclear Power Station
Docket No. 50-271
Proof of Financial Protection (10 CFR 140.15) and
Guarantee Payment of Deferred Premiums (10 CFR 140.21)

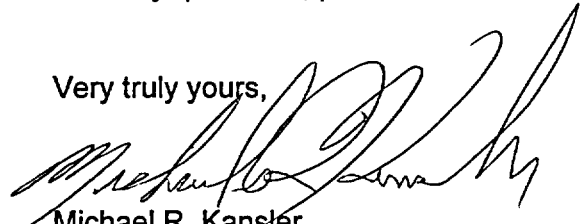
Dear Sir:

In accordance with 10 CFR 140.15 certified copies of liability insurance policy endorsements issued in the first half of 2002 for the Pilgrim, Indian Point 2, Indian Point 3, James A. FitzPatrick and Vermont Yankee Nuclear Power Plants are submitted as proof of financial protection. A copy of the guarantee of payment for deferred premiums (10 CFR 140.21) for Vermont Yankee, is also provided. A summary list of the endorsements and certified copies of the endorsements are provided in Attachment 1 to this letter.

10001

There are no new commitments made in this letter. If you have any questions, please contact Ms. Charlene Faison at 914-272-3378.

Very truly yours,



Michael R. Kansler
Senior Vice President and
Chief Operating Officer

Attachment: As stated

cc:

Regional Administrator, Region I
U.S. Nuclear Regulatory Commission
475 Allendale Road
King of Prussia, PA 19406

Resident Inspector's Office
Indian Point Unit 3 Nuclear Power Plant
U.S. Nuclear Regulatory Commission
P.O. Box 337
Buchanan, NY 10511

Resident Inspector's Office
James A. FitzPatrick Nuclear Power Plant
U.S. Nuclear Regulatory Commission
P.O. Box 136
Lycoming, NY 13093

Mr. Guy Vissing, Project Manager
Project Directorate I
Division of Licensing Project Management
U.S. Nuclear Regulatory Commission
Mail Stop 8C2
Washington, D.C. 20555-0001

Senior Resident Inspector's Office
Indian Point Unit 2 Nuclear Power Plant
U.S. Nuclear Regulatory Commission
P.O. Box 38
Buchanan, NY 10511

Ms. Christine Salembier
Commissioner
VT Dept. of Public Works
120 State Street
Montpelier, VT 05602

Senior Resident Inspector
Pilgrim Nuclear Power Station
U.S. Nuclear Regulatory Commission
600 Rocky Hill Road – Mail Stop 66
Plymouth, MA 02360

Mr. Travis Tate, Project Manager
U.S. Nuclear Regulatory Commission
One White Flint North
Mail Stop O-8B-1
11555 Rockville Pike
Washington, DC 20555-0001

Mr. Patrick Milano, Project Manager
Project Directorate I
Division of Licensing Project Management
U.S. Nuclear Regulatory Commission
Mail Stop O-8-C2
Washington, D.C.-20555-0001

Mr. Robert Pulsifer, Project Manager
U.S. Nuclear Regulatory Commission
Office of Nuclear Reactor Regulation
One White Flint North – 8B1
11555 Rockville Pike
Rockville, MD 20852

NRC Resident Inspector
Mr. Ed Knutson
P.O. Box 157
Governor Hunt Road
Vernon, VT 05354

cc: continued

Mr. Ira P. Dinitz
Insurance Indemnity Specialist
Office of Nuclear Reactor Regulation
Mail Stop 12D1
U. S. Nuclear Regulatory Commission
One White Flint North
11555 Rockville Pike
Rockville, MD 20852

ATTACHMENT 1

**PROOF OF FINANCIAL PROTECTION
(10 CFR 140.15) AND
GUARANTEE PAYMENT OF DEFERRED PREMIUMS
(10 CFR 140.21)**

For

**Pilgrim Nuclear Power Station
Docket No. 50-293
Indian Point Nuclear Generating Unit No. 2
Docket No. 50-247
Indian Point Nuclear Generating Unit No. 3
Docket No. 50-286
James A. FitzPatrick Nuclear Power Plant
Docket No. 50-333
Vermont Yankee Nuclear Power Station
Docket No. 50-271**

**NUCLEAR LIABILITY POLICIES OF INSURANCE
CERTIFIED TRUE COPIES OF ENDORSEMENTS
RECEIVED IN FIRST HALF 2002**

**Entergy Nuclear Generation Company and Entergy Nuclear Operations ,Inc.
- Pilgrim Nuclear Power Station**

Facility Form

American Nuclear Insurers Policy No. NF – 0188
Endorsement No. 218

Facility Form

American Nuclear Insurers Policy No. NF-0188
Endorsement No. 219

**Entergy Nuclear Indian Point 2, LLC, Entergy Nuclear Point 3, LLC, and Entergy Nuclear
Operations ,Inc.
-Indian Point Nuclear Power Station**

Facility Form

American Nuclear Insurers Policy No. NF-0100
Endorsement No. 252

**Entergy Nuclear FitzPatrick, LLC and Entergy Nuclear Operations, Inc.
- FitzPatrick Nuclear Power Station**

Facility Form

American Nuclear Insurers Policy No. NF- 0208
Endorsement No.176

**Entergy Nuclear Vermont Yankee and Entergy Nuclear Operations, Inc.
- Vermont Yankee Nuclear Power Station**

Facility Form

American Nuclear Insurers Policy No. NF-0189
Endorsement No.155

Facility Worker Form

American Nuclear Insurers Policy No. NW-0574
Endorsement No.6

Secondary Financial Protection

American Nuclear Insurers Policy No. N-0032
Endorsement No. 34

**Pilgrim Nuclear Power Station
Docket No. 50-293**

**NUCLEAR ENERGY LIABILITY INSURANCE
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION**

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT

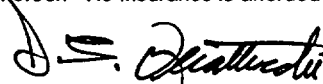
CALENDAR YEAR 2001

It is agreed that Items 1 and 2 of Endorsement No. 215 are amended to read:

1. **ADVANCE PREMIUM:** It is agreed that the Advance Premium due the companies for the period designated above is: **\$422,186.00**

 2. **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: **\$301,412.00**
- ADDITIONAL PREMIUM: \$31,100.00**

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 -0188**

Issued To: **Entergy Nuclear Generation Company and Entergy Nuclear Operations, Inc.**

Date of Issue: **May 6, 2002**

For the subscribing companies

By Sege D. Purns
President

Endorsement No: **219**

Countersigned by J. S. Quattrocchi

**Indian Point Nuclear Generating Unit No. 2
Docket No. 50-247**

and

**Indian Point Nuclear Generating Unit No. 3
Docket No. 50-286**

**James A. FitzPatrick Nuclear Power Plant
Docket No. 50-333**

NUCLEAR ENERGY LIABILITY INSURANCE
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT

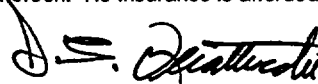
CALENDAR YEAR 2001

It is agreed that Items 1 and 2 of Endorsement No. 171 are amended to read:

1. **ADVANCE PREMIUM:** It is agreed that the Advance Premium due the companies for the period designated above is: **\$334,794.00**

 2. **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: **\$234,302.00**
- RETURN PREMIUM: \$14,135.00**

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 -0208**

Issued To: **Entergy Nuclear FitzPatrick, LLC and Entergy Nuclear Operations, Inc.**

Date of Issue: **May 10, 2002**

For the subscribing companies

By Sege D. Purns
President

Endorsement No: **176**

Countersigned by J. S. Quattrocchi

**Vermont Yankee Nuclear Power Station
Docket No. 50-271**

NUCLEAR ENERGY LIABILITY INSURANCE
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ENDORSEMENT TO CERTIFICATE NO. N -0032
FORMING PART OF MASTER POLICY NO. 1
NUCLEAR ENERGY LIABILITY INSURANCE
(SECONDARY FINANCIAL PROTECTION)

In consideration of Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc. being designated the named insureds in Certificate No. N -0032 by Endorsement thereto and issued concurrently herewith, Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc. hereby execute the following Bond:

BOND FOR PAYMENT OF RETROSPECTIVE PREMIUMS

Know All Men By These Presents, that the undersigned does hereby acknowledge that Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc. are named insureds under Master Policy No. 1 described in the Certificate of Insurance and Declarations of Certificate No. N -0032, which was originally issued to and signed by Vermont Yankee Nuclear Power Corporation with a Certificate Period beginning on August 1, 1977 and as amended. The undersigned does hereby covenant with and is held and is firmly bound to the subscribing members of Nuclear Energy Liability Insurance Association (hereinafter called the "companies") to pay to the companies all retrospective premiums and allowances for premium taxes which shall become due and payable in accordance with the terms of Master Policy No. 1, as it may be changed from time to time, with interest on such premiums and allowances for taxes to be computed at the rate provided in Master Policy No. 1 from the date payment thereof is specified to be due the companies in a written notice to the first named insured, as provided in Condition 2 of Master Policy No. 1 until paid.

And it is hereby expressly agreed that copies of written notices of retrospective premiums and allowances for premium taxes due and payable or other evidence of such amounts due and payable sworn to by a duly authorized representative of the companies shall be prima facie evidence of the fact and extent of the liability of the named insureds for such amounts.

And it is further expressly agreed that the named insureds will indemnify the companies against any and all liability, losses and expenses of whatsoever kind or nature (including but not limited to interest, court costs and counsel fees) which the companies may sustain or incur (1) by reason of the failure of the named insureds to comply with the covenants and provisions of this Bond or (2) in enforcing any of the covenants or provisions of this Bond, or any provisions of Master Policy No. 1 relating to such covenants or provisions.

For the purpose of recording this agreement a photocopy acknowledged before a Notary Public to be a true copy hereof shall be regarded as an original.

THIS IS TO CERTIFY THAT THIS IS A TRUE COPY OF THE ORIGINAL CERTIFICATE BEARING THE NUMBER DESIGNATED HEREON FOR INSURANCE COVERAGE UNDER THE MASTER POLICY NUCLEAR ENERGY LIABILITY INSURANCE (SECONDARY FINANCIAL PROTECTION). NO INSURANCE IS AFFORDED BY THIS COPY.

[Signature]
JOHN P. QUARANTA
SENIOR VICE PRESIDENT UNDERWRITING
AMERICAN NUCLEAR INSURERS

THE ABOVE BOND FORMS A PART OF MASTER POLICY NO. 1. CANCELLATION OR TERMINATION OF MASTER POLICY NO. 1 OR CERTIFICATE NO. N -0032 SHALL NOT AFFECT THE OBLIGATIONS OF THE NAMED INSUREDS UNDER MASTER POLICY NO. 1 OR THE BONDS TO PAY THE RETROSPECTIVE PREMIUMS AND ALLOWANCES FOR PREMIUM TAXES AS PROVIDED IN CERTIFICATE NO. N -0032 AND CONDITION 2 OF MASTER POLICY NO. 1.

IN WITNESS WHEREOF, the undersigned named insured has caused this Bond for Payment of Retrospective Premiums, to be signed and sealed by a duly authorized officer, to be effective from and after the date stated below, eastern standard time.

Attest or Witness

Named Insureds:

Entergy Nuclear Vermont Yankee, LLC
(Named Insured - Type or Print)

Joseph L. Blount

By Jerry W. Yelverton (Seal)
(Signature of Officer)

Jerry W. Yelverton, President & CEO
(Type or Print Name & Title of Officer)

Date: 8-19-02

Attest or Witness

Entergy Nuclear Operations, Inc.
(Named Insured - Type or Print)

Joseph L. Blount

By Jerry W. Yelverton (Seal)
(Signature of Officer)

Jerry W. Yelverton, President & CEO
(Type or Print Name & Title of Officer)

Date: 8-19-02

Effective Date of this Endorsement:

July 31, 2002
(12:01 A.M. Standard Time)

To form a part of Policy No. **N -0032**

Issued to: **Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc.**

Date of Issue: **August 6, 2002**

For the subscribing companies

By Joseph D. Purnell
President

Endorsement No.: **34**

Countersigned by J. S. [Signature]