

Detroit Edison



10CFR140.21

November 27, 2002
NRC-02-0080

U. S. Nuclear Regulatory Commission
Attention: Mr. Ira Dinitz
Room 11 F10
Mail Stop 12 D1
Washington D C 20555

Reference: Fermi 2
NRC Docket No. 50-341
NRC Operating License No. NPF-43

Subject: Price-Anderson Act Guarantee of Payment of Deferred Premiums

Enclosed is Detroit Edison's certified cash flow statement to meet the requirements of 10CFR140.21. The statement was prepared in accordance with Regulatory Guide 9.4 and outlines the Company's financial obligation, as detailed under the Secondary Financial Protection section of the amended Price-Anderson Act.

Should you have any questions or require additional information, please contact me at (734) 586-4258.

Sincerely,



Norman K. Peterson
Manager – Nuclear Licensing

Enclosures

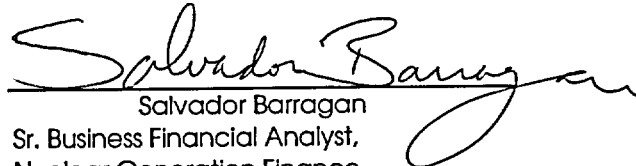
cc: J. E. Dyer
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J. F. Stang
M. V. Yudas, Jr.
NRC Resident Office
Region III
Supervisor, Electric Operators,
Michigan Public Service Corporation
Document Control Desk

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CERTIFICATE

I, Salvador Barragan, Senior Business Financial Analyst for Nuclear Generation Finance of the Detroit Edison Company ("Company"), do hereby certify that the 2001 Actual financial data shown on The Company's 2002 Internal Cash Flow Projection are derived from the Company's Consolidated financial statements for the year ended December 31, 2001 and that the 2002 Projection is the latest projection of the Company for the year ended December 31, 2002.

Dated: November 19, 2002


Salvador Barragan
Sr. Business Financial Analyst,
Nuclear Generation Finance

The Detroit Edison Company

2002 INTERNAL CASH FLOW PROJECTION FOR FERMI 2 NUCLEAR POWER STATION (in millions)

	2001 Actual	2002 Projection
Net income after taxes	\$ 233	\$ 375
Less: dividends paid	(306)	(296)
Retained Earnings	<u>\$ (73)</u>	<u>\$ 79</u>
Adjustments:		
Depreciation and amortization	631	547
Merger and restructuring charges	147	-
Deferred income taxes and investment tax credits	(115)	
Allowance for funds used during construction	(5)	\$ (14)
Total adjustments	<u>\$ 658</u>	<u>\$ 533</u>
Internal cash flow	<u>\$ 585</u>	<u>\$ 612</u>
Average quarterly cash flow	<u>\$ 146</u>	<u>\$ 153</u>
Percentage ownership in Fermi 2		100%
Maximum total contingent liability per year		\$ 10