

**Detroit Edison**



10 CFR 140.21

November 26, 2003  
NRC-03-0092

U. S. Nuclear Regulatory Commission  
Attention: Mr. Ira Dinitz  
Room 12 C6  
Mail Stop 12 D3  
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 10 CFR 140.21. 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: H. K. Chernoff  
M. A. Ring  
M. V. Yudas, Jr.  
NRC Resident Office  
Regional Administrator  
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 2002 Actual financial data shown on The Company's 2003 Internal Cash Flow Projection are derived from the Company's Consolidated financial statements for the year ended December 31, 2002 and that the 2003 Projection is the latest projection of the Company for the year ended December 31, 2003.

Dated: November 14, 2003



Salvador Barragan  
Sr. Business Financial Analyst,  
Nuclear Generation Finance

# The Detroit Edison Company

## 2003 INTERNAL CASH FLOW PROJECTION FOR FERMI 2 NUCLEAR POWER STATION (in millions)

	2002 <u>Actual</u>	2003 <u>Projection</u>
Net income after taxes	\$ 356	\$ 233
Less: dividends paid	(295)	(295)
Retained Earnings	<u>\$ 61</u>	<u>\$ (62)</u>
 Adjustments:		
Depreciation and amortization	577	509
Deferred income taxes and investment tax credits	(58)	(11)
Allowance for funds used during construction	(13)	(4)
Total adjustments	<u>\$ 506</u>	<u>\$ 494</u>
 Internal cash flow	 <u>\$ 567</u>	 <u>\$ 432</u>
 Average quarterly cash flow	 <u>\$ 142</u>	 <u>\$ 108</u>
 Percentage ownership in Fermi 2		100%
 Maximum total contingent liability per year		\$ 10