

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 President

September 20, 2006 ENOC-06-00019

U.S. Nuclear Regulatory Commission ATTN: Document Control Desk Washington, D.C. 20555-0001

Subject:

Pilgrim Nuclear Power Station

Docket No. 50-293

Indian Point Nuclear Generating Unit No. 1

Docket No. 50-003

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)

Dear Sir or Madam:

In accordance with 10 CFR 140.15 certified copies of liability insurance policy endorsements received in the first half of 2006 for each Entergy Nuclear Operations, Inc. (ENO) nuclear plant are submitted to the Commission as proof of financial protection.

A summary list of the endorsements is provided in Attachment 1 to this letter. Copies of the certified endorsements are provided in Attachment 2 for Pilgrim, in Attachment 3 for Indian Point 1, Indian Point 2 and Indian Point 3, in Attachment 4 for FitzPatrick, and in Attachment 5 for Vermont Yankee.

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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

President

Entergy Núclear Operations, Inc.

Attachments: As stated

CC:

Mr. Samuel J. Collins Regional Administrator, Region I U.S. Nuclear Regulatory Commission 475 Allendale Road King of Prussia, PA 19406-1415

Mr. John Boska, Project Manager Plant Licensing Branch I-1 Division of Operating Reactor Licensing Office of Nuclear Reactor Regulation U.S. Nuclear Regulatory Commission Mail Stop O-8-C2 Washington, DC 20555-0001

Mr. James J. Shea, Project Manager Plant Licensing Branch I-1 Division of Operating Reactor Licensing Office of Nuclear Reactor Regulation U.S. Nuclear Regulatory Commission Mail Stop O-8-C2 Washington, DC 20555-0001

Mr. Michael Webb, Project Manager Generic Communications & Power Uprate Branch Division of Policy and Rulemaking Office of Nuclear Reactor Regulation U.S. Nuclear Regulatory Commission Mail Stop O-12-H2 Washington, DC 20555-0001 Resident Inspector's Office Indian Point Unit 3 U.S. Nuclear Regulatory Commission P.O. Box 59 Buchanan, NY 10511-0059

Resident Inspector's Office Indian Point Unit 2 U.S. Nuclear Regulatory Commission P.O. Box 59 Buchanan, NY 10511-0059

Resident Inspector's Office
James A. FitzPatrick Nuclear Power Plant
U.S. Nuclear Regulatory Commission
P.O. Box 136
Lycoming, NY 13093-0136

Senior Resident Inspector's Office Pilgrim Nuclear Power Station U.S. Nuclear Regulatory Commission 600 Rocky Hill Road Mail Stop 66 Plymouth, MA 02360 Resident Inspector's Office Vermont Yankee Nuclear Power Station U.S. Nuclear Regulatory Commission 320 Governor Hunt Road P.O. Box 157 Vernon, VT 05354

Mr. Paul Eddy NYS Department of Public Service 3 Empire State Plaza Albany, NY 12223

Mr. Peter R. Smith President NYSERDA 17 Columbia Circle Albany, NY 12203

Mr. David O'Brien Commissioner Department of Public Service 112 State Street, Drawer 20 Montpelier, VT 05620-2601

PROOF OF FINANCIAL PROTECTION (10 CFR 140.15)

For

Pilgrim Nuclear Power Station
Docket No. 50-293
Indian Point Nuclear Generating Unit No. 1
Docket No. 50-003
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 of 2006

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

Facility Form

American Nuclear Insurers Policy No. NF – 0188 Endorsement No. 237 American Nuclear Insurers Policy No. NF – 0188 Endorsement No. 238

Entergy Nuclear Indian Point 2, LLC, Entergy Nuclear Indian Point 3, LLC, and Entergy Nuclear Operations, Inc.

-Indian Point Nuclear Power Station

Facility Form

American Nuclear Insurers Policy No. NF – 0100 Endorsement No. 267

Entergy Nuclear FitzPatrick, LLC and Entergy Nuclear Operations, Inc.

- FitzPatrick Nuclear Power Station

Facility Form

American Nuclear Insurers Policy No. NF – 0208 Endorsement No. 191

Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc.

-Vermont Yankee Nuclear Power Station

Facility Form

American Nuclear Insurers Policy No. NF – 0189 Endorsement No. 171

PILGRIM NUCLEAR POWER STATION

Pilgrim Nuclear Power Station Docket No. 50-293

RESTORATION OF LIMIT OF LIABILITY ENDORSEMENT

It is agreed that:

- 1. Payments made and expenses incurred by the companies under this policy have reduced, in accordance with Condition 3 of the policy, the limits of the companies' liability stated in Item 4 of the Declarations and in all Increase of Limit of Liability Endorsements.
- 2. The limit of liability stated in Endorsement No. 235 which has been reduced is hereby restored to \$300,000,000. This restored limit applies only with respect to obligations assumed or expenses incurred because of bodily injury, property damage, environmental damage or evacuation of the public caused by the nuclear energy hazard on or after the effective date of this endorsement.
- 3. The limits of liability stated in the policy shall not be cumulative. Each payment made by the companies after the effective date of this endorsement for any loss or expense covered by the policy shall reduce by the amount of such payment every limit of liability, regardless of which limit of liability applies with respect to the bodily injury, property damage, environmental damage or evacuation of the public out of which such loss or expense arises.

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, 2006 (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: March 8, 2006

For the subscribing companies

Dronidont

Endorsement No.:

237

Countersigned by

CHANGES IN SUBSCRIBING COMPANIES AND IN THEIR PROPORTIONATE LIABILITY ENDORSEMENT CALENDAR YEAR 2006

- 1. It is agreed that with respect to bodily injury, property damage, environmental damage or evacuation of the public caused, during the effective period of this endorsement, by the nuclear energy hazard:
 - a. The word "companies" wherever used in the policy means the subscribing companies listed below.
 - b. The policy shall be binding on such companies only.
 - c. Each such company shall be liable for its proportion of any obligation assumed or expense incurred under the policy because of such bodily injury, property damage, environmental damage or evacuation of the public as designated below.
- 2. It is agreed that the effective period of this endorsement is from the beginning of the effective date of this endorsement stated below to the close of December 31, 2006 or to the time of the termination or cancellation of the policy, if sooner.

| American Commerce Insurance Compar | ıy | 11.472860 % | |
|---|-----------|--------------|---------|
| AXIS Reinsurance Company | • | 12.747623 % | |
| Employers Mutual Casualty Company | | 2.549525 % | |
| Federal Insurance Company | | 31.869055 % | |
| Motors Insurance Corporation | | 0.568544 % | |
| National Union Fire Ins Co of Pitts, PA | | 12.747623 % | |
| State Farm Mutual Automobile Insurance | e Company | 15.297147 % | |
| Zurich American Insurance Company | | 12.747623 % | |
| • • | Total | 100.000000 % | NE-2006 |

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.

J. S. Stestucki

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

Effective Date of

this Endorsement:

January 1, 2006 (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:

March 24, 2006

For the subscribing companies

President

Endorsement No.:

238

Countersigned by

INDIAN POINT NUCLEAR GENERATING UNITS NO. 1, NO. 2 AND NO. 3

Indian Point Nuclear Generating Unit No. 1
Docket No. 50-003
Indian Point Nuclear Generating Unit No. 2
Docket No. 50-247
Indian Point Nuclear Generating Unit No. 3
Docket No. 50-286

CHANGES IN SUBSCRIBING COMPANIES AND IN THEIR PROPORTIONATE LIABILITY ENDORSEMENT CALENDAR YEAR 2006

- 1. It is agreed that with respect to bodily injury, property damage, environmental damage or evacuation of the public caused, during the effective period of this endorsement, by the nuclear energy hazard:
 - a. The word "companies" wherever used in the policy means the subscribing companies listed below.
 - b. The policy shall be binding on such companies only.
 - c. Each such company shall be liable for its proportion of any obligation assumed or expense incurred under the policy because of such bodily injury, property damage, environmental damage or evacuation of the public as designated below.
- 2. It is agreed that the effective period of this endorsement is from the beginning of the effective date of this endorsement stated below to the close of December 31, 2006 or to the time of the termination or cancellation of the policy, if sooner.

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|---|-----------|--------------|---------|
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| Employers Mutual Casualty Company | | 2.549525 % | |
| Federal Insurance Company | • | 31.869055 % | |
| Motors Insurance Corporation | | 0.568544 % | |
| National Union Fire Ins Co of Pitts, PA | | 12.747623 % | |
| State Farm Mutual Automobile Insurance | e Company | 15.297147 % | |
| Zurich American Insurance Company | | 12.747623 % | |
| • • | Total | 100.000000 % | NE-2006 |

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.

S. Seisterli

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

Effective Date of

this Endorsement:

January 1, 2006 (12:01 A.M. Standard Time)

To form a part of Policy No. NF -0100

Issued to:

Entergy Nuclear Indian Point 2, LLC, Entergy Nuclear Indian Point 3, LLC, and Entergy Nuclear Operations, Inc.

Date of Issue:

March 24, 2006

For the subscribing companies

President

Endorsement No.:

267

Countersigned by

JAMES A. FITZPATRICK NUCLEAR POWER PLANT

CHANGES IN SUBSCRIBING COMPANIES AND IN THEIR PROPORTIONATE LIABILITY ENDORSEMENT CALENDAR YEAR 2006

- 1. It is agreed that with respect to bodily injury, property damage, environmental damage or evacuation of the public caused, during the effective period of this endorsement, by the nuclear energy hazard:
 - a. The word "companies" wherever used in the policy means the subscribing companies listed below.
 - b. The policy shall be binding on such companies only.
 - c. Each such company shall be liable for its proportion of any obligation assumed or expense incurred under the policy because of such bodily injury, property damage, environmental damage or evacuation of the public as designated below.
- 2. It is agreed that the effective period of this endorsement is from the beginning of the effective date of this endorsement stated below to the close of December 31, 2006 or to the time of the termination or cancellation of the policy, if sooner.

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|---|-----------|--------------------|---------|
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| Employers Mutual Casualty Company | | 2.549525 % | |
| Federal Insurance Company | | 31.869055 % | |
| Motors Insurance Corporation | | 0.568544 % | |
| National Union Fire Ins Co of Pitts, PA | | 12.747623 % | |
| State Farm Mutual Automobile Insurance | e Company | 15.297147 % | |
| Zurich American Insurance Company | | <u>12.747623 %</u> | |
| | Total | 100.000000 % | NE-2006 |

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.

J. S. Histardi

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

Effective Date of

this Endorsement:

January 1, 2006 (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:

March 24, 2006

For the subscribing companies

President

Endorsement No.:

191

Countersigned by

VERMONT YANKEE NUCLEAR POWER STATION

CHANGES IN SUBSCRIBING COMPANIES AND IN THEIR PROPORTIONATE LIABILITY ENDORSEMENT CALENDAR YEAR 2006

- 1. It is agreed that with respect to bodily injury, property damage, environmental damage or evacuation of the public caused, during the effective period of this endorsement, by the nuclear energy hazard:
 - a. The word "companies" wherever used in the policy means the subscribing companies listed below.
 - b. The policy shall be binding on such companies only.
 - c. Each such company shall be liable for its proportion of any obligation assumed or expense incurred under the policy because of such bodily injury, property damage, environmental damage or evacuation of the public as designated below.
- 2. It is agreed that the effective period of this endorsement is from the beginning of the effective date of this endorsement stated below to the close of December 31, 2006 or to the time of the termination or cancellation of the policy, if sooner.

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|---|-----------|--------------------|---------|
| AXIS Reinsurance Company | | 12.747623 % | |
| Employers Mutual Casualty Company | | 2.549525 % | |
| Federal Insurance Company | | 31.869055 % | |
| Motors Insurance Corporation | | 0.568544 % | |
| National Union Fire Ins Co of Pitts, PA | | 12.747623 % | |
| State Farm Mutual Automobile Insurance | e Company | 15.297147 % | |
| Zurich American Insurance Company | | <u>12.747623 %</u> | |
| | Total | 100.000000 % | NE-2006 |

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.

J. S. Histardi

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

Effective Date of this Endorsement:

January 1, 2006 (12:01 A.M. Standard Time)

To form a part of Policy No. NF -0189

issued to:

Entergy Nuclear Vermont Yankee, LLC and Entergy Nuclear Operations, Inc.

Date of Issue:

March 24, 2006

For the subscribing companies

President

Endorsement No.:

171

Countersigned by