



Nuclear Management Company, LLC

February 7, 2007

L-HU-07-004
10 CFR 50.75
10 CFR 50.54

U.S. Nuclear Regulatory Commission
ATTN: Document Control Desk
Washington, DC 20555

Palisades Nuclear Plant
Docket 50-255
License No. DPR-20

Withdrawal of Irradiated Fuel Management Plan and Preliminary
Decommissioning Cost Estimates for Palisades Nuclear Plant

By letter dated April 21, 2006, as supplemented by letter October 10, 2006, Nuclear Management Company, LLC (NMC) requested Nuclear Regulatory Commission (NRC) review and approval of the Irradiated Fuel Management Plan and the Preliminary Decommissioning Cost Estimate for the Palisades Nuclear Plant (PNP).

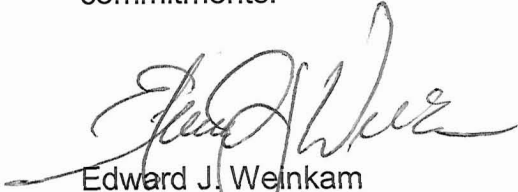
These submittals were made in accordance with the requirements contained in 10 CFR 50.54(bb) and 10 CFR 50.75(f)(2). 10 CFR 50.54(bb), "Conditions of licenses" states, a licensee shall "submit written notification to the Commission for its review and preliminary approval of the program by which the licensee intends to manage and provide funding for the management of all irradiated fuel at the reactor following permanent cessation of operation of the reactor until title to the irradiated fuel and possession of the fuel is transferred to the Secretary of Energy for its ultimate disposal in a repository." Additionally, 10 CFR 50.75(f)(2), "Reporting and recordkeeping for decommissioning planning" states, "each power reactor licensee shall at or about 5 years prior to the projected end of operations submit a preliminary decommissioning cost estimate which includes an up-to-date assessment of the major factors that could affect the cost to decommission."

Subsequently, on January 17, 2007, NRC renewed PNP's Facility Operating License for an additional 20-year period; therefore, the requirement for NRC review and approval of these reports at this time no longer exists. Based on the above, NMC is withdrawing the request for review and approval of the Irradiated Fuel Management Plan and the Preliminary Decommissioning Cost Estimate for PNP.

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A copy of this withdrawal letter has been provided to the designated representative of the State of Michigan.

This letter contains no new commitments and no revisions to existing commitments.

A handwritten signature in dark ink, appearing to read 'Edward J. Weinkam', is written over the printed name.

Edward J. Weinkam
Director, Nuclear Licensing & Regulatory Services

cc: Regional Administrator, USNRC, Region III
 NRR Project Manager, Palisades Nuclear Plant, USNRC
 NRC Resident Inspector, Palisades Nuclear Plant, USNRC
 Consumers Energy:
 Manager of Depreciation and Decommissioning, Jan Anderson
 Asset Manager, Steve Wawro