



South Texas Project Electric Generating Station P.O. Box 289 Wadsworth, Texas 77483

February 26, 2007
NOC-AE-07002124
File No.: G20
10CFR140.11(a)(4)
10CFR140.15
10CFR140.17
10CFR140.21

U. S. Nuclear Regulatory Commission
Attention: Document Control Desk
One White Flint North
11555 Rockville Pike
Rockville, MD 20852-2738

South Texas Project
Units 1 and 2
Docket Nos.: STN 50-498, STN 50-499
Evidence of Financial Protection

Pursuant to the requirements of 10CFR140.11(a)(4), 10CFR140.15, 10CFR140.17, and 10CFR140.21, STP Nuclear Operating Company submits the attached Nuclear Energy Liability Insurance policy endorsements from American Nuclear Insurers (ANI). This submittal contains the following endorsements:

Nuclear Energy Liability

Facility Form (NF-0307)
Master Worker Form (NW-0657)
Secondary Financial Protection (N-0113 / N-0116)

There are no commitments associated with this letter. Should you have any questions, concerns, or require additional information on this matter, please contact Karen Dudley at (361) 972-8698 or Ron Hyde at (361) 972-7992.

Ronald G. Hyde
Manager,
Financial Services

KMD

Attachments: Endorsements:
Facility Form (NF-0307) - (1)
Master Worker Form (NW-0657) - (1)
Secondary Financial Protection (N-0113) - (1)
Secondary Financial Protection (N-0116) - (1)

M001

cc:

(paper copy)

Regional Administrator, Region IV
U. S. Nuclear Regulatory Commission
611 Ryan Plaza Drive, Suite 400
Arlington, Texas 76011-8064

Senior Resident Inspector
U. S. Nuclear Regulatory Commission
P. O. Box 289, Mail Code: MN116
Wadsworth, TX 77483

C. M. Canady
City of Austin
Electric Utility Department
721 Barton Springs Road
Austin, TX 78704

Richard A. Ratliff
Bureau of Radiation Control
Texas Department of State Health Services
1100 West 49th Street
Austin, TX 78756-3189

M. K. Kistler, w/o Electronic
RMS N2002

(electronic copy)

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Morgan, Lewis & Bockius LLP

Mohan C. Thadani
U. S. Nuclear Regulatory Commission

Steve Winn
Christine Jacobs
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Marty Ryan
NRG South Texas LP

J. J. Nesrsta
R. K. Temple
Kevin Pollo
City Public Service

Jon C. Wood
Cox Smith Matthews

C. Kirksey
City of Austin

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

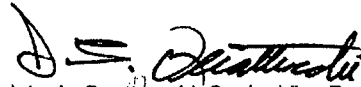
ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT

CALENDAR YEAR 2007

1. **ADVANCE PREMIUM:** It is agreed that the Advance Premium due the companies for the period designated above is: **\$937,459.00**

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: **\$719,265.00**

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

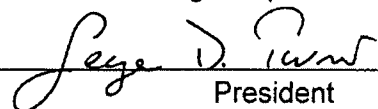
Effective Date of
this Endorsement: **January 1, 2007**
(12:01 A.M. Standard Time)

To form a part of Policy No. **NF -0307**

Issued To: **STP Nuclear Operating Company, Texas Genco, LP, City Public Service Board of San Antonio, City of Austin**

Date of Issue: **October 13, 2006**

For the subscribing companies

By 
President

Endorsement No: **100**

Countersigned by 

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

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT

CALENDAR YEAR 2007

1. **ADVANCE PREMIUM:** It is agreed that the Advance Premium due the companies for the period designated above is: **\$85,108.00**
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: **\$65,175.00**

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Certificate of Insurance bearing the number designated heron for insurance coverage under the Nuclear Energy Liability Policy (Facility Workers Form). No insurance is afforded hereunder.



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

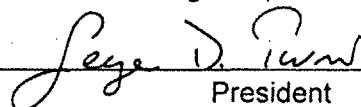
Effective Date of
this Endorsement: **January 1, 2007**
(12:01 A.M. Standard Time)

To form a part of Certificate No. NW -0657

Issued To: **STP Nuclear Operating Company, Texas Genco, LP, City Public Service Board of San Antonio, City of Austin**

Date of Issue: **September 29, 2006**

For the subscribing companies

By 
President

Endorsement No: **13**

Countersigned by 

CERTIFIED COPY

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

ANNUAL PREMIUM ENDORSEMENT

CALENDAR YEAR 2007

1. **ANNUAL PREMIUM:** It is agreed that the Annual Premium due the companies for the period designated above is: **\$9,492.00**

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.



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

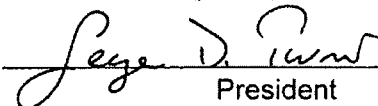
Effective Date of
this Endorsement: **January 1, 2007**
(12:01 A.M. Standard Time)

To form a part of Certificate No. N -0113

Issued To: **STP Nuclear Operating Company, Texas Genco, LP, City Public Service Board of San Antonio, City of Austin**

Date of Issue: **September 28, 2006**

For the subscribing companies

By 
President

Endorsement No: **42**

Countersigned by 

CERTIFIED COPY

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

ANNUAL PREMIUM ENDORSEMENT

CALENDAR YEAR 2007

1. **ANNUAL PREMIUM:** It is agreed that the Annual Premium due the companies for the period designated above is: **\$9,492.00**

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.


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

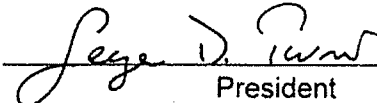
Effective Date of
this Endorsement: **January 1, 2007**
(12:01 A.M. Standard Time)

To form a part of Certificate No. N -0116

Issued To: **STP Nuclear Operating Company, Texas Genco, LP, City Public Service Board of San Antonio, City of Austin**

Date of Issue: **September 28, 2006**

For the subscribing companies

By 
President

Endorsement No: **40**

Countersigned by 

CERTIFIED COPY