



MAR 30 2007

10 CFR 50.54(w)(3)

LR-N07-0072

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

Salem Nuclear Generating Station Units 1 and 2
Facility Operating License Nos. DPR-50 and 75
NRC Docket Nos. 50-272 and 50-311

Hope Creek Nuclear Generating Station
Facility Operating License No. NPF-57
NRC Docket No. 50-354

Subject: Annual Property Insurance Status Report

As required by 10 CFR 50.54, "Conditions of licenses," paragraph (w)(3), PSEG Nuclear, LLC (PSEG) is required each year to report to the NRC the current levels and sources of insurance that demonstrate PSEG possesses sufficient financial resources to stabilize and decontaminate a reactor and reactor station site in the event of an accident. In accordance with 10 CFR 50.54(w)(3), this report is required to be submitted on April 1 of each year.

To satisfy the reporting requirements of 10 CFR 50.54(w)(3), PSEG is submitting the following status of nuclear property insurance currently maintained for our plants.

| <u>Facility</u> | <u>Total Coverage*</u> |
|-----------------------------|------------------------|
| Salem Station Units 1 and 2 | \$2.10 billion |
| Hope Creek Station | \$2.10 billion |

* The \$ 2.10 billion coverage includes a \$1.00 billion blanket policy.

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The insurance maintained for each facility is provided through insurance policies purchased from Nuclear Electric Insurance Limited.

The above insurance policies provide coverage that satisfies the criteria specified in 10 CFR 50.54(w).

If you have any questions regarding this letter, please contact E. H. Villar at (856) 339-5456.

Sincerely,

A handwritten signature in black ink, appearing to be 'W. L. Villar', written in a cursive style.

C Mr. S. Collins, Administrator - Region I
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USNRC Resident Inspector Office – Hope Creek (X24)

USNRC Resident Inspector Office – Salem (X24)

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