

March 26, 2008

U. S. Nuclear Regulatory Commission
Attention: Document Control Desk
Washington, D.C. 20555

Subject: **Docket Nos. 50-206, 50-361 and 50-362**
Nuclear Property Insurance
San Onofre Nuclear Generating Station Units 1, 2, and 3

Dear Sir or Madam:

This letter is the report required by 10 CFR 50.54(w)(3). The following Nuclear Property and Decontamination Liability Insurance will be in effect for the San Onofre Nuclear Generating Station on the April 1, 2008 policy renewal date:

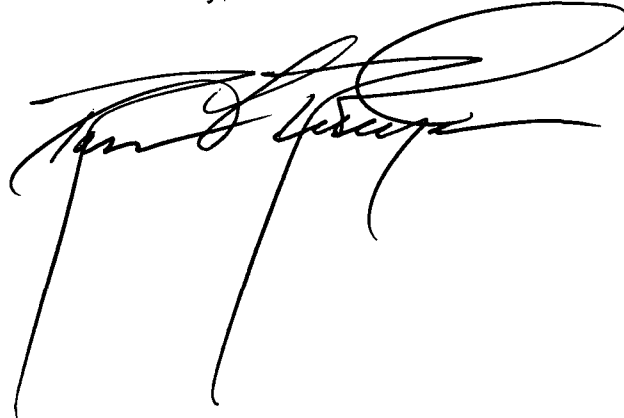
<u>Policy (Amount)</u>	<u>Source</u>
Primary Property and Decontamination Liability Insurance Policy (\$500 million)	Nuclear Electric Insurance Limited (NEIL Primary)
Decontamination Liability, Decommissioning Liability and Excess Property Insurance Policy (\$2,250 million)	Nuclear Electric Insurance Limited (NEIL II)

All policies providing coverage mentioned above comply with 10 CFR 50.54(w), including provisions for the insurance proceeds to be prioritized for dedicated reactor stabilization/safety and then for decontamination of the site.

There are no commitments contained in this letter.

If you have any questions or require additional information, please contact Ms. Linda Conklin at 949-368-9443.

Sincerely,

A handwritten signature in black ink, appearing to read "Tom J. George". The signature is stylized with large, sweeping loops and a long horizontal stroke at the top.

cc: E. E. Collins, Regional Administrator, NRC Region IV
D. B. Spitzberg, Region IV, San Onofre Unit 1
N. Kalyanam, NRC Project Manager, San Onofre Units 2 and 3
J. C. Shepherd, NRC Project Manager, San Onofre Unit 1
C.C. Osterholtz, NRC Senior Resident Inspector, San Onofre Units 2 and 3