



Nuclear Management Company, LLC

March 31, 2008

L-HU-08-009
10 CFR 140.21

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

Monticello Nuclear Generating Plant
Docket 50-263
License DPR -22

Prairie Island Nuclear Generating Plant, Units 1 and 2
Dockets 50-282 and 50-306
Licenses DPR-42 and DPR-60

Guarantee of Payment of Deferred Premiums

References: 1) Memo from NRC (Leah P. Tremper), dated 11/15/06
2) Federal Register Notice 72 FR 59574, Withdrawal of Regulatory Guide, dated October 22, 2007

In accordance with 10 CFR 140.21, copies of the most recent bond for payment of retrospective premiums documentation are enclosed. The enclosed endorsements are summarized below:

Licensee	Plant	SFP Certificate #	Endorsement # - Purpose
Northern States Power Company and Nuclear Management Company, LLC	Monticello	N – 0017	41 – 2008 Annual Premium Endorsement 31 – ANI Bond for Payment of Retrospective Premiums
Northern States Power Company and Nuclear Management Company, LLC	Prairie Island Unit 1	N – 0036	41 – 2008 Annual Premium Endorsement 31 – ANI Bond for Payment of Retrospective Premiums
Northern States Power Company and Nuclear Management Company, LLC	Prairie Island Unit 2	N – 0037	41 – 2008 Annual Premium Endorsement 31 – ANI Bond for Payment of Retrospective Premiums

Summary of Commitments

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



Edward J. Weinkam
Director, Nuclear Licensing and Emergency Preparedness
Nuclear Management Company, LLC

Enclosure

cc: Administrator, Region III, USNRC
Project Managers, Prairie Island and Monticello, USNRC
Resident Inspectors, Prairie Island and Monticello, USNRC
Minnesota Department of Commerce
Marsh USA Inc. (Shannon Moyer)
ANI (Gary Uricchio)

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

ANNUAL PREMIUM ENDORSEMENT

CALENDAR YEAR 2008

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

Effective Date of
this Endorsement: **January 1, 2008**
(12:01 A.M. Standard Time)

To form a part of Certificate No. N -0017

Issued To: **Northern States Power Company and Nuclear Management Company, LLC**

Date of Issue: **October 5, 2007**

For the subscribing companies

By *Sege D. Tunt*
President

Endorsement No: **41**

Countersigned by *Gary S. Urlicchio*

NUCLEAR ENERGY LIABILITY INSURANCE
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ENDORSEMENT TO CERTIFICATE NO. N -0017
FORMING PART OF MASTER POLICY NO. 1
NUCLEAR ENERGY LIABILITY INSURANCE
(SECONDARY FINANCIAL PROTECTION)

In consideration of its being added as a named insured in Certificate No. N -0017 by Endorsement thereto and issued concurrently herewith, Nuclear Management Company, LLC hereby executes the following Bond:

BOND FOR PAYMENT OF RETROSPECTIVE PREMIUMS

Know All Men By These Presents, that the undersigned does hereby acknowledge that Northern States Power Company and Nuclear Management Company, LLC are named insureds under Master Policy No. 1 described in the Certificate of Insurance and Declarations of Certificate No. N -0017, which was originally issued to and signed by Northern States Power Company with a Certificate Period beginning on August 1, 1977 and as amended. The undersigned does hereby covenant with and is held and is firmly bound to the subscribing members of Nuclear Energy Liability Insurance Association (hereinafter called the "companies") to pay to the companies all retrospective premiums and allowances for premium taxes which shall become due and payable in accordance with the terms of Master Policy No. 1, as it may be changed from time to time, with interest on such premiums and allowances for taxes to be computed at the rate provided in Master Policy No. 1 from the date payment thereof is specified to be due the companies in a written notice to the first named insured, as provided in Condition 2 of Master Policy No. 1 until paid.

And it is hereby expressly agreed that copies of written notices of retrospective premiums and allowances for premium taxes due and payable or other evidence of such amounts due and payable sworn to by a duly authorized representative of the companies shall be prima facie evidence of the fact and extent of the liability of the named insureds for such amounts.

And it is further expressly agreed that the named insureds will indemnify the companies against any and all liability, losses and expenses of whatsoever kind or nature (including but not limited to interest, court costs and counsel fees) which the companies may sustain or incur (1) by reason of the failure of the named insureds to comply with the covenants and provisions of this Bond or (2) in enforcing any of the covenants or provisions of this Bond, or any provisions of Master Policy No. 1 relating to such covenants or provisions.

For the purpose of recording this agreement a photocopy acknowledged before a Notary Public to be a true copy hereof shall be regarded as an original.

THE ABOVE BOND FORMS A PART OF MASTER POLICY NO. 1. CANCELLATION OR TERMINATION OF MASTER POLICY NO. 1 OR CERTIFICATE NO. N-0017 SHALL NOT AFFECT THE OBLIGATIONS OF THE NAMED INSUREDS UNDER MASTER POLICY NO. 1 OR THE BONDS TO PAY THE RETROSPECTIVE PREMIUMS AND ALLOWANCES FOR PREMIUM TAXES AS PROVIDED IN CERTIFICATE NO. N-0017 AND CONDITION 2 OF MASTER POLICY NO. 1.

IN WITNESS WHEREOF, the undersigned named insured has caused this Bond for Payment of Retrospective Premiums, to be signed and sealed by a duly authorized officer, to be effective from and after the date stated below, eastern standard time.

Attest or Witness

Named Insured:

Nuclear Management Company, LLC
(Named Insured - Type or Print)

Mark J. Waffle

By Dean E. Ekstrom (Seal)
(Signature of Officer)

DEAN E. EKSTROM V.P. Business Support
(Type or Print Name & Title of Officer)

Date: 7/18/00

Effective Date of
this Endorsement: **August 1, 2000**
12:00 P.M. Standard Time

To form a part of Certificate No. **N-0017**

Issued to: **Northern States Power Company and Nuclear Management Company, LLC**

Date of Issue: **July 11, 2000**

For the subscribing companies
By James D. Purns
BROKER PRESIDENT

Endorsement No: **31**

Countersigned by J. S. [Signature]

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

ANNUAL PREMIUM ENDORSEMENT

CALENDAR YEAR 2008

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

Effective Date of
this Endorsement: **January 1, 2008**
(12:01 A.M. Standard Time)

To form a part of Certificate No. N -0036

Issued To: **Northern States Power Company and Nuclear Management Company, LLC**

Date of Issue: **October 5, 2007**

For the subscribing companies

By *Sege D. Tunt*
President

Endorsement No: **41**

Countersigned by *Gary S. Uicchio*

NUCLEAR ENERGY LIABILITY INSURANCE
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ENDORSEMENT TO CERTIFICATE NO. N -0036
FORMING PART OF MASTER POLICY NO. 1
NUCLEAR ENERGY LIABILITY INSURANCE
(SECONDARY FINANCIAL PROTECTION)

In consideration of its being added as a named insured in Certificate No. N -0036 by Endorsement thereto and issued concurrently herewith, Nuclear Management Company, LLC hereby executes the following Bond:

BOND FOR PAYMENT OF RETROSPECTIVE PREMIUMS

Know All Men By These Presents, that the undersigned does hereby acknowledge that Northern States Power Company and Nuclear Management Company, LLC are named insureds under Master Policy No. 1 described in the Certificate of Insurance and Declarations of Certificate No. N -0036, which was originally issued to and signed by Northern States Power Company with a Certificate Period beginning on August 1, 1977 and as amended. The undersigned does hereby covenant with and is held and is firmly bound to the subscribing members of Nuclear Energy Liability Insurance Association (hereinafter called the "companies") to pay to the companies all retrospective premiums and allowances for premium taxes which shall become due and payable in accordance with the terms of Master Policy No. 1, as it may be changed from time to time, with interest on such premiums and allowances for taxes to be computed at the rate provided in Master Policy No. 1 from the date payment thereof is specified to be due the companies in a written notice to the first named insured, as provided in Condition 2 of Master Policy No. 1 until paid.

And it is hereby expressly agreed that copies of written notices of retrospective premiums and allowances for premium taxes due and payable or other evidence of such amounts due and payable sworn to by a duly authorized representative of the companies shall be prima facie evidence of the fact and extent of the liability of the named insureds for such amounts.

And it is further expressly agreed that the named insureds will indemnify the companies against any and all liability, losses and expenses of whatsoever kind or nature (including but not limited to interest, court costs and counsel fees) which the companies may sustain or incur (1) by reason of the failure of the named insureds to comply with the covenants and provisions of this Bond or (2) in enforcing any of the covenants or provisions of this Bond, or any provisions of Master Policy No. 1 relating to such covenants or provisions.

For the purpose of recording this agreement a photocopy acknowledged before a Notary Public to be a true copy hereof shall be regarded as an original.

THE ABOVE BOND FORMS A PART OF MASTER POLICY NO. 1. CANCELLATION OR TERMINATION OF MASTER POLICY NO. 1 OR CERTIFICATE NO. N-0036 SHALL NOT AFFECT THE OBLIGATIONS OF THE NAMED INSURED UNDER MASTER POLICY NO. 1 OR THE BONDS TO PAY THE RETROSPECTIVE PREMIUMS AND ALLOWANCES FOR PREMIUM TAXES AS PROVIDED IN CERTIFICATE NO. N-0036 AND CONDITION 2 OF MASTER POLICY NO. 1.

IN WITNESS WHEREOF, the undersigned named insured has caused this Bond for Payment of Retrospective Premiums, to be signed and sealed by a duly authorized officer, to be effective from and after the date stated below, eastern standard time.

Attest or Witness

Walter J. Krueger

Named Insured:

Nuclear Management Company, LLC
(Named Insured - Type or Print)

By Dean E. Ekstrom (Seal)
(Signature of Officer)

DEAN E. EKSTROM VP BUSINESS SUPPORT
(Type or Print Name & Title of Officer)

Date: 7/18/00

Effective Date of
this Endorsement: **August 1, 2000**
12:00 P.M. Standard Time

To form a part of Certificate No. N -0036

Issued to: **Northern States Power Company and Nuclear Management Company, LLC**

Date of Issue: **July 11, 2000**

For the subscribing companies
By Jege D. Purn
PRESIDENT

Endorsement No: **31**

Countersigned by J. S. [Signature]

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

ANNUAL PREMIUM ENDORSEMENT

CALENDAR YEAR 2008

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

Effective Date of
this Endorsement: **January 1, 2008**
(12:01 A.M. Standard Time)

To form a part of Certificate No. N -0037

Issued To: **Northern States Power Company and Nuclear Management Company, LLC**

Date of Issue: **October 5, 2007**

For the subscribing companies

By *Sege D. Tunt*
President

Endorsement No: **41**

Countersigned by *Gary S. Uicchio*

NUCLEAR ENERGY LIABILITY INSURANCE
NUCLEAR ENERGY LIABILITY INSURANCE ASSOCIATION

ENDORSEMENT TO CERTIFICATE NO. N -0037
FORMING PART OF MASTER POLICY NO. 1
NUCLEAR ENERGY LIABILITY INSURANCE
(SECONDARY FINANCIAL PROTECTION)

In consideration of its being added as a named insured in Certificate No. N -0037 by Endorsement thereto and issued concurrently herewith, Nuclear Management Company, LLC hereby executes the following Bond:

BOND FOR PAYMENT OF RETROSPECTIVE PREMIUMS

Know All Men By These Presents, that the undersigned does hereby acknowledge that Northern States Power Company and Nuclear Management Company, LLC are named insureds under Master Policy No. 1 described in the Certificate of Insurance and Declarations of Certificate No. N -0037, which was originally issued to and signed by Northern States Power Company with a Certificate Period beginning on August 1, 1977 and as amended. The undersigned does hereby covenant with and is held and is firmly bound to the subscribing members of Nuclear Energy Liability Insurance Association (hereinafter called the "companies") to pay to the companies all retrospective premiums and allowances for premium taxes which shall become due and payable in accordance with the terms of Master Policy No. 1, as it may be changed from time to time, with interest on such premiums and allowances for taxes to be computed at the rate provided in Master Policy No. 1 from the date payment thereof is specified to be due the companies in a written notice to the first named insured, as provided in Condition 2 of Master Policy No. 1 until paid.

And it is hereby expressly agreed that copies of written notices of retrospective premiums and allowances for premium taxes due and payable or other evidence of such amounts due and payable sworn to by a duly authorized representative of the companies shall be prima facie evidence of the fact and extent of the liability of the named insureds for such amounts.

And it is further expressly agreed that the named insureds will indemnify the companies against any and all liability, losses and expenses of whatsoever kind or nature (including but not limited to interest, court costs and counsel fees) which the companies may sustain or incur (1) by reason of the failure of the named insureds to comply with the covenants and provisions of this Bond or (2) in enforcing any of the covenants or provisions of this Bond, or any provisions of Master Policy No. 1 relating to such covenants or provisions.

For the purpose of recording this agreement a photocopy acknowledged before a Notary Public to be a true copy hereof shall be regarded as an original.

THE ABOVE BOND FORMS A PART OF MASTER POLICY NO. 1. CANCELLATION OR TERMINATION OF MASTER POLICY NO. 1 OR CERTIFICATE NO. N-0037 SHALL NOT AFFECT THE OBLIGATIONS OF THE NAMED INSURED UNDER MASTER POLICY NO. 1 OR THE BONDS TO PAY THE RETROSPECTIVE PREMIUMS AND ALLOWANCES FOR PREMIUM TAXES AS PROVIDED IN CERTIFICATE NO. N-0037 AND CONDITION 2 OF MASTER POLICY NO. 1.

IN WITNESS WHEREOF, the undersigned named insured has caused this Bond for Payment of Retrospective Premiums, to be signed and sealed by a duly authorized officer, to be effective from and after the date stated below, eastern standard time.

Attest or Witness

Walter J. Murphy

Named Insured:

Nuclear Management Company, LLC
(Named Insured - Type or Print)

By Dean E. Ekstrom (Seal)
(Signature of Officer)

DEAN E. EKSTROM VP BUSINESS SUPPORT
(Type or Print Name & Title of Officer)

Date: 7/8/00

Effective Date of
this Endorsement: **August 1, 2000**
12:00 P.M. Standard Time

To form a part of Certificate No. N-0037

Issued to: **Northern States Power Company and Nuclear Management Company, LLC**

Date of Issue: **July 11, 2000**

For the subscribing companies
By Jege D. Punt
PRESIDENT

Endorsement No: **31**

Countersigned by J. S. [Signature]