



APR 4 2008

10 CFR 140.21
10 CFR 50.71(b)

LR-N08-0070

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-70 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: 2007 Annual Report - Guarantees of Payment of Deferred Premiums

PSEG Nuclear LLC (PSEG) as the licensee of the Salem Generating Station Unit Nos. 1 and 2 and the Hope Creek Generating Station, submits the following statements and supporting documents to satisfy the guarantee of payment of deferred premium requirements as provided under 10 CFR 140.21(e) of the Regulations of the Nuclear Regulatory Commission:

1. 2007 PSEG Annual Report and/or Form 10-K. (Enclosure) Submitted in accordance with 10 CFR 50.71(b).
2. Individual certified Internal Cash Flow Statements showing 2007 Actual and 2008 Projected with Explanation of Significant Variations. (Attachment 2)
3. A non-proprietary version of the Internal Cash Flow Statement is contained in Attachment 3.

Attachment 2 contains information proprietary to PSEG. PSEG requests that the contents of Attachment 2 be withheld from public disclosure in accordance with 10 CFR 2.390(a)(4). An affidavit in support of PSEG's request to withhold proprietary information from public disclosure, in accordance with 10 CFR 2.390(a)(4), is included as Attachment 1.

This letter forwards Proprietary Information in accordance with 10CFR 2.390. The balance of this letter may be considered non-proprietary upon removal of Attachment 2.

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M004
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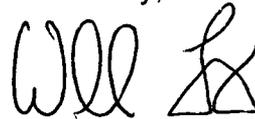
APR 4 2008

Document Control Desk
LR-N08-0070
Page 2

Similar documents, not included in this submittal, will be filed by Exelon Energy Company LLC as the licensee of the Peach Bottom Atomic Power Station, Unit Nos. 2 and 3.

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

Sincerely,

A handwritten signature in black ink, appearing to read "E. H. Villar", with a stylized flourish at the end.

Enclosure
2007 PSEG Annual Report

Attachments (3)
Affidavit to withhold proprietary information
PSEG Power LLC, Internal Cash Flow Statement (Proprietary)
PSEG Power LLC, Internal Cash Flow Statement (Non-Proprietary)

This letter forwards Proprietary Information in accordance with 10CFR 2.390. The balance of this letter may be considered non-proprietary upon removal of Attachment 2.

APR 4 2008

Document Control Desk
LR-N08-0070
Page 3

C All w/o 2007 PSEG Annual Report and Attachments 1 and 2

Mr. S. Collins, Administrator – Region I
U. S. Nuclear Regulatory Commission
475 Allendale Road
King of Prussia, PA 19406

USNRC Senior Resident Inspector – Salem (X24)

USNRC Senior Resident Inspector – Hope Creek (X24)

Mr. R. Ennis, Project Manager – Hope Creek and Salem
U. S. Nuclear Regulatory Commission
Mail Stop 08B2
11555 Rockville Pike
Rockville, MD 20852

Mr. P. Mulligan, Manager IV
Bureau of Nuclear Engineering
P. O. Box 415
Trenton, NJ 08625

This letter forwards Proprietary Information in accordance with 10CFR 2.390. The balance of this letter may be considered non-proprietary upon removal of Attachment 2.

Attachment 1
LR-N08-0070

**Affidavit to withhold proprietary information
in accordance with 10 CFR 2.390(a)(4)**

AFFIDAVIT

I, William Levis, President & Chief Nuclear Officer of PSEG Nuclear LLC (PSEG), do hereby affirm and state:

I am an officer of PSEG authorized to execute this affidavit on its behalf. I am further authorized to review information submitted to the Nuclear Regulatory Commission (NRC) and apply for the withholding of information from disclosure.

PSEG is providing information pursuant to 10 CFR 140.21(e), which constitutes proprietary financial information that should be held in confidence by the NRC pursuant to the policy reflected in 10 CFR 2.390(a)(4), because:

This information is and has been held in confidence by PSEG.

This information is of a type that is held in confidence by PSEG, and there is a rational basis for doing so because the information contains sensitive financial information concerning PSEG's projected revenues and operating expenses.

The information is being transmitted to the NRC in confidence.

This information is not available in public sources and could not be gathered readily from other publicly available information.

Public disclosure of this information would create substantial harm to the competitive position of PSEG by disclosing PSEG's internal financial projections to other parties whose commercial interests may be adverse to those of PSEG.

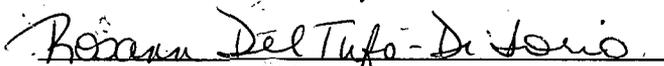
Accordingly, PSEG requests that the designated documents be withheld from public disclosure pursuant to the policy reflected in 10 CFR 2.390(a)(4).



William Levis
President and CNO – PSEG Nuclear

Subscribed and Sworn to before me

this 1st day of April, 2008



Notary Public of New Jersey
My Commission expires on

~~Rosann Del Tufo-Di Iorio~~
Notary Public of New Jersey
Commission Expires May 14, 2009