

Tennessee Valley Authority, Post Office Box 2000, Spring City, TN 37381-2000

April 29, 2010

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

> Watts Bar Nuclear Plant, Unit 2 NRC Docket No. 50-391

10 CFR 140

Subject: WATTS BAR NUCLEAR PLANT (WBN) UNIT 2 - FINANCIAL PROTECTION REQUIREMENTS AND INDEMNITY AGREEMENTS -INSURANCE STATUS

The purpose of this letter is to inform the Nuclear Regulatory Commission (NRC) pursuant to 10 CFR 140.13 of the amount of financial protection carried by the Tennessee Valley Authority. The enclosure to this letter provides a copy of the certificate of insurance coverage issued by the American Nuclear Insurers (ANI) with respect to the nuclear facility at the locations shown and the operations described.

There are no regulatory commitments associated with this submittal.

If you have any questions, please contact me at (423) 365-2351.

Sincerely,

M. Ba Masoud Baiestani

Watts Bar Unit 2 Vice President

Enclosure:

Copy of Liability Policy Certificate of Insurance

cc: (See Page 2)

U.S. Nuclear Regulatory Commission Page 2 April 29, 2010

cc (Enclosure):

U. S. Nuclear Regulatory Commission Region II Marquis One Tower 245 Peachtree Center Ave., NE Suite 1200 Atlanta, GA 30303-1257

NRC Resident Inspector Unit 2 Watts Bar Nuclear Plant 1260 Nuclear Plant Road Spring City, Tennessee 37381

Enclosure

Copy of Liability Policy Certificate of Insurance

MARS	Harris Anna					
GUY CAR	MERCEA. KROLL PENTER OLIVER WYMAN			·	CERTIFICATE OF INSURANCE	
Producer:	r: MARSH USA, INC. TWO LOGAN SQUARE PHILADELPHIA, PA 19103 Attn: Shannon.Moyer@marsh.com Fax: 215-246-1399			The insurance afforded by the policy(ies) is subject to the exclusions, conditions and other provisions of the policy(ies). Neither this Certificate nor any contract or other document with respect to which it is issued shall amend, extend or alter the coverage afforded by the policy. The Limit of Liability shown below may have been reduced by payment of claims or claims expenses.		
INSURED:				NAMED INSURED		
Tennessee Valley Authority		A		Valley Authority		
	1101 Market St., MR 6D Chattanooga, TN 37402-2801 ATTN: Victoria Harkleroad, vlharkleroad@tva.gov, (423) 751-3003		В			
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Fax: (423) 751-3333			Ē			
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	ES: (AS ISSUED BY MEMBERS OF AMERICAN NSURANCE			10 2 1 6 0	n yan yang sang baga ng Sang ng Sang Sang Sang Sang Sang	
NF •	Facility Form				ertificate a Nuclear Energy Liability Insurance Policy issued by the Insured named herein, with respect to the Nuclear Facility at the	
NW - NS - FS -	Master Worker Certificate US Domestic Suppliers & Transporters Foreign Suppliers & Transporters	Location shown and/or with respect to the Insured's operations described herain. If such policy is cancelled or otherwise terminated prior to the end of December 31st of the calendar year in which the Effective Date of this Certificate occurs, the Companies will endeavor to mail or deliver 20 days written notice thereof to the Certificate Holder and this Certificate shall thereupon terminate; but failure to mail or deliver 20 days written notice thereof to the Certificate Holder and this Certificate shall thereupon terminate; but failure to mail or deliver 20 days written notice thereof to the Certificate Holder and this Certificate shall thereupon terminate; but failure to mail or deliver 20 days written notice thereof to the Certificate Holder and this Certificate shall thereupon terminate; but failure to mail or deliver 20 days written notice thereof to the Certificate Holder and this Certificate shall thereupon terminate; but failure to mail or deliver 20 days written notice thereof to the Certificate Holder and this Certificate shall thereupon terminate; but failure to mail or deliver 20 days written notice thereof to the Certificate Holder and this Certificate shall terminate; but failure to mail or deliver 20 days written notice thereof to the Certificate shall thereupon terminate; but failure to mail or deliver 20 days written notice thereof to the Certificate shall terminate; but failure to mail or deliver 20 days written and the certificate shall terminate; but and the certificate shall terminate as of the end of such December 31st. A Certificate will NOT be issued for any subsequent calendar year unless requested in writing.				
	POLICY POLICY EFFECTIVE LIMIT OF NUMBER: DATE (MIDY), LIABILITY					
INSURED NUMBER DATE (M/D/Y) LIABILITY INSURED NUMBER DATE (M/D/Y) LIABILITY				an a	Location of the Nuclear Facility:	
Browns Ferry Nuclear Power Plant Sequoyah Nuclear Power Plant					Watts Bar Nuclear Power Plant	
10 MI NW of Decatur, AL 9.5 MI NE of Chattanooga, TN As specifically described in the policies As specifically described in the			nolicies		10 MI S of Spring City, TN As specifically described in the policies	
			7 \$ 375 Millior	3	A NF - 0256 9/4/1979 \$ 375 Million	
A NW - 0581 9/22/1971 \$ 375 Million ** A NW - 0614 3/11/1977			7 \$ 375 Millior	1 **	A NW - 0618 9/4/1979 \$ 375 Million **	
	POLICY POLICY EFFECTIVE LIMIT OF NUMBER DATE (M/D/Y) LIABILITY f the Nuclear Facility: Service Shop 1, 3 and 4	POLICY NAMED POLICY EFFECTIVE INSURED NUMBER DATE (M/D Location of the Nuclear Facility:	Y) LIABILITY		NAMED POLICY EFFECTIVE LIMIT OF INSURED NUMBER DATE (MIDY) LIABILITY Location of the Nuclear Facility:	
In Muscle Shoals, AL As specifically described in the policies A NF - 0349 5/1/1999 \$ 1 Million		As specifically described in the policies			As specifically described in the policies	
INSURED	POLICY POLICY EFFECTIVE LIMIT OF NUMBER: DATE (M/D/Y) LIABILITY I the Nuclear Facility:	NAMED POLICY EFFECTIVE INSURED NUMBER DATE (M/D Location of the Nuclear Facility:			NAMED POLICY EFFECTIVE LIMIT OF INSURED NUMBER DATE (MDM) LIABILITY Location of the Nuclear Facility:	
As specifically described in the policies					As specifically described in the policies	
NAMED POLICY EFFECTIVE LIMIT OF INSURED NUMBER DATE (M/D/Y) LIABILITY				Comments:		
Description of Operations: Furnishing of services, materials, parts or equipment in connection with the planning, construction, maintenance, involving the handling, storage, shipment, use or disposal of specified types of nuclear materials. As specifically described in the policies ANS - 0586 10/1/2005 \$ 300 Million					** Master Worker Certificate - This limit is shared by all Certificates to the Master Worker Policy of which each Certificate is a part and is subject to all of the provisions of such Policy and Certificate having reference thereto. Such limit may have been reduced by payment of claims or claims expenses.	
THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER						
CERTIFICATE HOLDER				Certificate Effective Date: January 1, 2010		
Tennessee Valley Authority 1101 Market St., MR 6D Chattanooga, TN 37402-2801 Continued on Page 2 if Checked				MARSH USA, INC. By: Shannon Moyer:		
ATTN: Victoria Harkleroad, vlharkleroad@tva.gov, (423) 751-3003 Fax: (423) 751-3333				Date: 10/21/2009		
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