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 FACIL: 50-331 Duane Arnold Energy Center, Iowa Electric Light & Pow 05000331  
 AUTH. NAME AUTHOR AFFILIATION  
 SHEA, K. H. Lowenstein, Newman, Reis, Axelrad & Toll  
 RECIP. NAME RECIPIENT AFFILIATION  
 SALTZMAN, J. D. Assistant Director for State & Licensee Relations

SUBJECT: Forwards Endorsements 1, 2, & 3 to NELIA Certificate of  
 Insurance N-50 & Endorsements 1, 2, & 3 to MAELU Certificate  
 of Insurance M-50.

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 TITLE: Insurance: Indemnity/Endorsement Agreements

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OF COUNSEL

January 14, 1982

Mr. Jerome D. Saltzman  
Assistant Director for State and  
Licensee Relations  
Office of State Programs  
U.S. Nuclear Regulatory Commission  
Washington, D. C. 20555

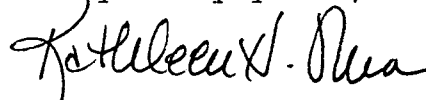
Re: Duane Arnold Energy Center  
Docket No. 50-331  
Secondary Financial Protection

Dear Mr. Saltzman:

Enclosed please find the following:

1. NELIA Certificate of Insurance No. N-50  
with endorsements 1, 2 and 3.
2. MAELU Certificate of Insurance No. M-50  
with endorsements 1, 2 and 3.

Very truly yours,

  
Kathleen H. Shea

KHS:so

Enclosures

cc: Philip E. Seckman  
Iowa Electric Light &  
Power Company

8301210054 830114  
PDR ADDOCK 05000331  
J PDR

7001

THIS IS TO CERTIFY THAT THIS IS A TRUE COPY OF THE ORIGINAL  
CERTIFICATE, BEARING THE NUMBER DESIGNATED HEREON, FOR  
INSURANCE COVERAGE UNDER THE MASTER POLICY - NUCLEAR ENERGY  
LIABILITY INSURANCE (SECONDARY FINANCIAL PROTECTION). NO  
INSURANCE IS ACQUIRED BY THIS COPY.  
JOHN L. QUATTROCCHI  
VICE PRESIDENT-LIABILITY UNDERWRITING  
AMERICAN NUCLEAR INSURERS

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

Certificate No. M-50

Forming Part of Master

Policy No. 1

CERTIFICATE OF INSURANCE  
DECLARATIONS AND  
BOND FOR PAYMENT OF RETROSPECTIVE PREMIUMS

Certificate of Insurance

This is to certify that the persons and organizations designated in Item 1 of the Declarations are named insureds under the Master Policy - Nuclear Energy Liability Insurance (Secondary Financial Protection), herein called the "Master Policy", issued by Mutual Atomic Energy Liability Underwriters.

Such insurance as is provided by the Master Policy applies, through this certificate, only:

- (a) to the insureds identified in Items 1 and 2 of the Declarations,
- (b) for the certificate period stated in Item 6 of the Declarations,
- (c) to bodily injury or property damage
  - (1) with respect to which the primary financial protection described in Item 4 of the Declarations would apply but for exhaustion of its limit of liability as described in Condition 6 of the Master Policy, and
  - (2) which is caused during the certificate period stated in Item 6 of the Declarations by a nuclear incident arising out of or in connection with the nuclear reactor described in Item 3 of the Declarations, and

(3) which is discovered and for which written claim is made against the insured not later than ten years after the end of the certificate period stated in Item 6 of the Declarations. However, with respect to bodily injury or property damage caused by an extraordinary nuclear occurrence this subparagraph (3) shall not operate to bar coverage for bodily injury or property damage which is discovered and for which written claim is made against the insured not later than twenty years after the date of the extraordinary nuclear occurrence.

#### Declarations

Item 1. Named insureds and addresses:

- (a) Iowa Electric Light and Power Company - P.O. Box 351, Cedar Rapids, Iowa 52406
- (b) Central Iowa Power Cooperative - P.O. Box 389, Marion, Iowa 52302
- (c) Corn Belt Power Cooperative - 1300 North 13th Street, Humboldt, Iowa 50548

Item 2. Additional insureds:-

Any other person or organization who would be insured under the primary financial protection identified in Item 4 of the Declarations but for exhaustion of the limit of liability of such primary financial protection.

Item 3. Description and location of nuclear reactor: Duane Arnold Energy Center located in Linn County, Iowa.

Item 4. (a) Identification of primary financial protection applicable to the nuclear reactor and limit(s) of liability thereof:

Nuclear Energy Liability Insurance Association's  
Policy NF-214 \$108,500,000

Mutual Atomic Energy Liability Underwriters'  
Policy MF-72 \$ 31,500,000

(b) The following endorsements, attached to the primary financial protection policies listed in Item 4 (a) also apply to the insurance afforded by the Master Policy through this certificate as though they were attached hereto:

- (1) Waiver of Defenses Endorsement (Extraordinary Nuclear Occurrence) and
- (2) Supplementary Endorsement - Waiver of Defenses - Reactor Construction at the Facility,

(c) The limits of liability provided under the primary financial protection specified in Item 4 (a) above are not shared with any other reactor except as follows:

No exceptions.

- Item 5. Limits of Liability: The amount of retrospective premium actually received by the companies plus the amount of the companies' contingent liability, if any, pursuant to Conditions 2, 3 and 4 of the Master Policy.
- Item 6. Certificate Period: Beginning at 12:01 a.m. on the first day of August, 1977 and continuing to the effective date and time of cancellation or termination of the Master Policy or this certificate, whichever first occurs, eastern standard time.
- Item 7. Maximum retrospective premium (exclusive of allowance for premium taxes) payable pursuant to Condition 2 of the Master Policy with respect to each nuclear incident: \$1,125,000
- Item 8. Premium payable pursuant to Condition 1 of the Master Policy for the period from August 1, 1977 through December 31 following:  
\$ 565.65

BOND FOR PAYMENT OF RETROSPECTIVE PREMIUMS

Know All Men By These Presents, that the undersigned do hereby acknowledge that they are named insureds under the Master Policy described in the above Certificate of Insurance and Declarations. The named insureds do hereby covenant with and are held and are firmly bound to the members of Mutual Atomic Energy Liability Underwriters subscribing the Master Policy (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 Master Policy, 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 the Master Policy from the date payment thereof is specified to be due the companies in written notice to the first named insured as provided in Condition 2 of the Master Policy until paid;

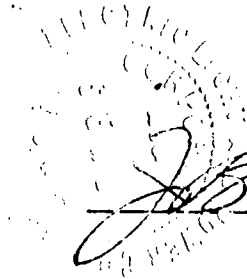
And it is hereby expressly agreed that copies of written notices of retrospective premiums and allowances for premium taxes due and payable or other evidence of such amounts due and payable sworn to by a duly authorized representative of the companies shall be prima facie evidence of the fact and extent 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 and (2) in enforcing any of the covenants or provisions of this Bond, or any provisions of the Master Policy 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 preceding Certificate of Insurance, Declarations and Bond form a part of the Master Policy. Cancellation or termination of the Master Policy or the Certificate of Insurance shall not affect the named insured's obligations under the policy or the Bond to pay the retrospective premiums and allowances for premium taxes, as provided in this Certificate and Condition 2 of the Master Policy.

IN WITNESS WHEREOF, the named insureds have caused this Certificate, these Declarations and this Bond for Payment of Retrospective Premiums, to be signed and sealed by a duly authorized officer, to be effective August 1, 1977 eastern standard time.




*J. B. Selton*

Iowa Electric Light & Power Company  
(Named Insured - Type or Print)

By *R. Arnold* (SEAL)  
(Signature of Officer)

Chairman of the Board and President  
(Type or Print Name & Title of Officer)

Date: August 2, 1982



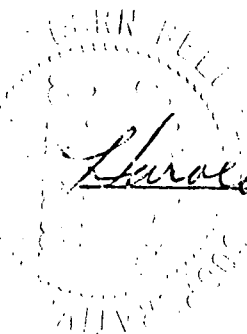
*James Henshaw*

Central Iowa Power Cooperative  
(Named Insured - Type or Print)

By *Edwin Bishop* (SEAL)  
(Signature of Officer)

Edwin Bishop, President  
(Type or Print Name & Title of Officer)

Date: August 30, 1982



*Harold J. Taylor*

Corn Belt Power Cooperative  
(Named Insured - Type or Print)

By *Eugene Drager* (SEAL)  
(Signature of Officer)

President of the Board  
(Type or Print Name & Title of Officer)

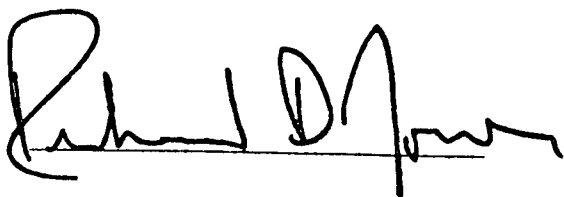
Date: August 25, 1982

IN WITNESS WHEREOF, the companies subscribing the Master Policy have caused the Certificate of Insurance and the Declarations to be signed on their behalf by Mutual Atomic Energy Liability Underwriters to be effective August 1, 1977 eastern standard time, and countersigned below by a duly authorized representative.

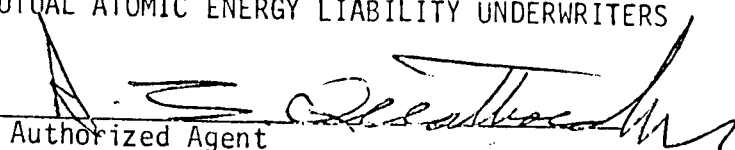
Attest or Witness

For the Subscribing Companies of


MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS



BY:

  
Authorized Agent

Countersigned by

  
(Authorized Representative)

<u>Subscribing Companies</u>	<u>PROPORTION OF 100%</u>
American Mutual Liability Insurance Company, Wakefield, MA	15.0000000
Employers Insurance of Wausau, A Mutual Company, Wausau, WI	15.0000000
Liberty Mutual Insurance Company, Boston, MA	30.0000000
Lumbermens Mutual Casualty Company, Long Grove, IL	30.0000000
Michigan Mutual Insurance Company, Detroit, MI	5.0000000
Sentry Insurance, A Mutual Company, Stevens Point, WI	5.0000000

NUCLEAR ENERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

ENDORSEMENT TO CERTIFICATE NO. M-50  
Forming Part of Master Policy No. 1  
Nuclear Energy Liability Insurance  
(Secondary Financial Protection)

ANNUAL PREMIUM ENDORSEMENT

It is agreed that the Annual Premiums applicable to the periods designated below are as follows:

For Calendar Year 1978  
Effective Date January 1, 1978  
Annual Premium \$1,350.00

For Calendar Year 1979  
Effective Date January 1, 1979  
Annual Premium \$1,350.00

For Calendar Year 1980  
Effective Date January 1, 1980  
Annual Premium \$1,350.00

For Calendar Year 1981  
Effective Date January 1, 1981  
Annual Premium \$1,350.00

For Calendar Year 1982  
Effective Date January 1, 1982  
Annual Premium \$1,350.00

  
John L. Quattrocchi, Vice President-Liability Underwriting  
American Nuclear Insurers

This is to certify that this is a true copy of the original  
Endorsement having the endorsement number and being made part  
of the Nuclear Energy Liability Policy (Facility Form) as des-  
ignated hereon. No Insurance is afforded hereunder.

Effective Date of as stated above To form a part  
this Endorsement of Certificate No. M-50

Issue to Iowa Electric Light & Power Company, Central Iowa Power Cooperative and Corn Belt  
Power Cooperative

Date of Issue December 15, 1982

For the Subscribing Companies

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

By 

Endorsement No. 1

Countersigned by \_\_\_\_\_

AUTHORIZED REPRESENTATIVE

# NUCLEAR ENERGY LIABILITY INSURANCE

## MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

ENDORSEMENT TO CERTIFICATE NO. M-50

Forming Part of Master Policy No. 1  
Nuclear Energy Liability Insurance  
(Secondary Financial Protection)


It is agreed that Item 4.(a) of the Declarations is amended to read as follows:

Item 4. (a) Identification of primary financial protection applicable to the nuclear reactor and limit(s) of liability thereof:

Nuclear Energy Liability Insurance Association's  
Policy NF- 214 \$124,000,000

Mutual Atomic Energy Liability Underwriters'  
Policy MF- 72 \$36,000,000

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (F.C. Policy Form) as described hereon. No Insurance is afforded hereunder.

  
John L. Quattrocchi, Vice President-Liability Underwriting  
American Nuclear Insurers

Effective Date of this Endorsement May 1, 1979 To form a part of Certificate No. M-50

Issue to Iowa Electric Light & Power Company, Central Iowa Power Cooperative and Corn Belt Power Cooperative

Date of Issue December 15, 1982

For the Subscribing Companies

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

By 

Endorsement No. 2

Countersigned by \_\_\_\_\_

AUTHORIZED REPRESENTATIVE

NUCLEAR ENERGY LIABILITY INSURANCE

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

ANNUAL PREMIUM ENDORSEMENT

Calendar Year 1983

ANNUAL PREMIUM: It is agreed that the Annual Premium due the companies for the period designated above is: \$ 1,350.00.

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated hereon. No Insurance is afforded hereunder.

*J. L. Quattrocchi*

John L. Quattrocchi, Vice President-Liability Underwriting  
American Nuclear Insurers

Effective Date of this Endorsement January 1, 1983 To form a part of Certificate No. M-50

Issue to Iowa Electric Light & Power Company, Central Iowa Power Cooperative and Corn Belt Power Cooperative

Date of Issue December 15, 1982

For the Subscribing Companies

MUTUAL ATOMIC ENERGY LIABILITY UNDERWRITERS

By *J. L. Quattrocchi*

Endorsement No. 3

Countersigned by \_\_\_\_\_

AUTHORIZED REPRESENTATIVE