



December 2, 2019
NRC-19-0078

10 CFR 140.21

Attention: Document Control Desk
U.S. Nuclear Regulatory Commission
Washington, DC 20555-0001

Fermi 2 Power Plant
NRC Docket No. 50-341
NRC License No. NPF-43

Subject: Guarantee of Payment of Deferred Premiums

Pursuant to the requirements of 10 CFR 140.21, DTE Electric Company hereby submits the enclosed DTE Energy Company Consolidated Statements of Cash Flows for three years ending December 31, 2018 (audited) and for the 9 months ending September 30, 2019 (unaudited). These statements have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) and satisfy the guarantee of payment of deferred premium requirement in accordance with 10 CFR 140.21(e).

No new commitments are being made in this submittal.

Should you have any questions or require additional information, please contact me at (734) 586-1769.

Sincerely,

A handwritten signature in black ink, appearing to read "J. Haas", with a horizontal line extending to the right.

Jason R. Haas
Manager – Nuclear Licensing

Enclosures: 1) DTE Energy Company Consolidated Statements of Cash Flows for three years ending December 31, 2018 (audited)
2) DTE Energy Company Consolidated Statements of Cash Flows for the 9 months ending September 30, 2019 (unaudited)

cc: NRC Project Manager
NRC Resident Office
Regional Administrator, Region III

**Enclosure 1 to
NRC-19-0078**

**Fermi 2 NRC Docket No. 50-341
Operating License No. NPF-43**

**DTE Energy Company Consolidated Statements of Cash Flows for three years ending
December 31, 2018 (audited)**

DTE Energy Company
Consolidated Statements of Cash Flows

	Year Ended December 31,		
	2018	2017	2016
	(In millions)		
Operating Activities			
Net Income	\$ 1,118	\$ 1,112	\$ 834
Adjustments to reconcile Net Income to Net cash from operating activities:			
Depreciation and amortization	1,124	1,030	976
Nuclear fuel amortization	45	53	58
Allowance for equity funds used during construction	(28)	(23)	(21)
Deferred income taxes	114	196	265
Equity earnings of equity method investees	(132)	(102)	(68)
Dividends from equity method investees	74	74	68
Asset (gains) losses and impairments, net	29	38	8
Changes in assets and liabilities:			
Accounts receivable, net	(44)	(252)	(226)
Inventories	(32)	(4)	37
Prepaid postretirement benefit costs	(45)	—	—
Accounts payable	146	129	145
Accrued pension liability	(87)	(228)	19
Accrued postretirement liability	(61)	25	(192)
Derivative assets and liabilities	31	(94)	126
Regulatory assets and liabilities	15	217	(40)
Other current and noncurrent assets and liabilities	413	(54)	95
Net cash from operating activities	<u>2,680</u>	<u>2,117</u>	<u>2,084</u>
Investing Activities			
Plant and equipment expenditures — utility	(2,439)	(2,037)	(1,898)
Plant and equipment expenditures — non-utility	(274)	(213)	(147)
Acquisition, net of cash acquired	—	—	(1,147)
Proceeds from sale of nuclear decommissioning trust fund assets	1,203	1,240	1,457
Investment in nuclear decommissioning trust funds	(1,188)	(1,226)	(1,463)
Distributions from equity method investees	9	10	11
Contributions to equity method investees	(637)	(299)	(239)
Other	(21)	(37)	36
Net cash used for investing activities	<u>(3,347)</u>	<u>(2,562)</u>	<u>(3,390)</u>
Financing Activities			
Issuance of long-term debt, net of issuance costs	1,432	1,398	2,035
Redemption of long-term debt	(105)	(385)	(807)
Repurchase of long-term debt	—	—	(59)
Issuance of equity units, net of issuance costs	—	—	654
Short-term borrowings, net	(12)	122	—
Repurchase of common stock	—	(51)	(33)
Dividends on common stock	(620)	(592)	(531)
Contributions from noncontrolling interests, principally REF entities	53	50	114
Distributions to noncontrolling interests	(48)	(40)	(5)
Other	(46)	(81)	(9)
Net cash from financing activities	<u>654</u>	<u>421</u>	<u>1,359</u>
Net Increase (Decrease) in Cash, Cash Equivalents, and Restricted Cash	<u>(13)</u>	<u>(24)</u>	<u>53</u>
Cash, Cash Equivalents, and Restricted Cash at Beginning of Period	<u>89</u>	<u>113</u>	<u>60</u>
Cash, Cash Equivalents, and Restricted Cash at End of Period	<u>\$ 76</u>	<u>\$ 89</u>	<u>\$ 113</u>
Supplemental disclosure of cash information			
Cash paid (received) for:			

Interest, net of interest capitalized	\$	572	\$	495	\$	448
Income taxes	\$	(26)	\$	4	\$	(1)
Supplemental disclosure of non-cash investing and financing activities						
Plant and equipment expenditures in accounts payable	\$	307	\$	295	\$	312
Premium on equity units	\$	—	\$	—	\$	98

See Combined Notes to Consolidated Financial Statements

**Enclosure 2 to
NRC-19-0078**

**Fermi 2 NRC Docket No. 50-341
Operating License No. NPF-43**

**DTE Energy Company Consolidated Statements of Cash Flows for the 9 months ending
September 30, 2019 (unaudited)**

DTE Energy Company
Consolidated Statements of Cash Flows (Unaudited)

	Nine Months Ended September 30,	
	2019	2018
	(In millions)	
Operating Activities		
Net Income	\$ 904	\$ 922
Adjustments to reconcile Net Income to Net cash from operating activities:		
Depreciation and amortization	923	826
Nuclear fuel amortization	45	39
Allowance for equity funds used during construction	(18)	(20)
Deferred income taxes	285	118
Equity earnings of equity method investees	(77)	(99)
Dividends from equity method investees	129	48
Asset (gains) losses and impairments, net	14	11
Changes in assets and liabilities:		
Accounts receivable, net	188	85
Inventories	5	11
Prepaid postretirement benefit costs	(29)	(45)
Accounts payable	(291)	9
Accrued pension liability	(179)	(205)
Accrued postretirement liability	—	(61)
Derivative assets and liabilities	8	24
Regulatory assets and liabilities	203	283
Other current and noncurrent assets and liabilities	(209)	101
Net cash from operating activities	<u>1,901</u>	<u>2,047</u>
Investing Activities		
Plant and equipment expenditures — utility	(1,982)	(1,562)
Plant and equipment expenditures — non-utility	(177)	(217)
Acquisition, net of cash acquired	(174)	—
Proceeds from sale of nuclear decommissioning trust fund assets	594	810
Investment in nuclear decommissioning trust funds	(599)	(810)
Distributions from equity method investees	9	8
Contributions to equity method investees	(128)	(545)
Notes receivable	(81)	—
Other	(20)	(20)
Net cash used for investing activities	<u>(2,558)</u>	<u>(2,336)</u>
Financing Activities		
Issuance of long-term debt, net of issuance costs	1,433	1,433
Redemption of long-term debt	—	(105)
Short-term borrowings, net	115	(544)
Issuance of common stock	—	7
Dividends paid on common stock	(518)	(459)
Contributions from noncontrolling interests, principally REF entities	23	43
Distributions to noncontrolling interests	(44)	(31)
Purchases of noncontrolling interest, principally SGG	(300)	—
Other	(52)	(40)
Net cash from financing activities	<u>657</u>	<u>304</u>
Net Increase in Cash, Cash Equivalents, and Restricted Cash	—	15
Cash, Cash Equivalents, and Restricted Cash at Beginning of Period	76	89
Cash, Cash Equivalents, and Restricted Cash at End of Period	<u>\$ 76</u>	<u>\$ 104</u>

Supplemental disclosure of non-cash investing and financing activities

See Combined Notes to Consolidated Financial Statements (Unaudited)