



1901 Gratiot Street, St. Louis

March 6, 1986

Donald F. Schnell
Vice President

Mr. Harold R. Denton, Director
Office of Nuclear Regulatory Regulation
U.S. Nuclear Regulatory Commission
Washington, DC 20555

Dear Mr. Denton:

ULNRC-1268

DOCKET NUMBER 50-483
CALLAWAY PLANT
GUARANTEE OF PAYMENT OF RETROSPECTIVE PREMIUMS
10 CFR 140.21

Pursuant to the requirements of 10 CFR 140.21, Union Electric Company hereby transmits the attached cash flow projection and certification to satisfy the guarantee of payment of retrospective premiums as required by this regulation. This statement covers 1985 (actual) and 1986 (estimate) and shows that, if necessary, our cash flow would adequately cover payment of retrospective premiums within three months after submission of a statement.

It is Union Electric's intent to continue to make this report on an annual calendar year basis. A follow-up report, covering actual data for 1986 and projecting calendar year 1987 will be submitted by April 30, 1987.

If there are any questions, please contact us.

Very truly yours,

Donald F. Schnell

DJW/bjk

8603170096 860306
PDR ADOCK 05000483
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STATE OF MISSOURI)
) S S
CITY OF ST. LOUIS)

Donald F. Schnell, of lawful age, being first duly sworn upon oath says that he is Vice President-Nuclear and an officer of Union Electric Company; that he has read the foregoing document and knows the content thereof; that he has executed the same for and on behalf of said company with full power and authority to do so; and that the facts therein stated are true and correct to the best of his knowledge, information and belief.

By Donald F. Schnell
Donald F. Schnell
Vice President
Nuclear

SUBSCRIBED and sworn to before me this 6th day of March, 1986.

Barbara J. Pfaff
BARBARA J. PFAFF
NOTARY PUBLIC, STATE OF MISSOURI
MY COMMISSION EXPIRES APRIL 22, 1989
ST. LOUIS COUNTY

cc: Gerald Charnoff, Esq.
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Manager, Electric Department
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1986 INTERNAL CASH FLOW PROJECTION FOR
 UNION ELECTRIC COMPANY NUCLEAR POWER STATION
 (DOLLARS IN THOUSANDS)

	<u>1985 Actual</u>	<u>1986 Projected</u>
Net Income After Taxes	\$ 337,200	\$ 307,700
Less Dividend Paid	<u>(228,600)</u>	<u>(239,300)</u>
Retained Earnings	\$ 108,600	\$ 68,400
Adjustments:		
Depreciation and Amortization	\$ 210,800	\$ 178,600
Deferred Income Taxes and Investment Tax Credits	73,800	49,400
Settlement of Uranium Litigation	12,400	7,600
Decrease in Working Capital	6,400	
Allowance for Funds Used During Construction and Phase-In Credits	<u>(181,400)</u>	<u>(76,800)</u>
Total Adjustments	<u>\$ 122,000</u>	<u>\$ 158,800</u>
Internal Cash Flow	<u>\$ 230,600</u>	<u>\$ 227,200</u>
Average Quarterly Cash Flow	<u>\$ 57,700</u>	<u>\$ 56,800</u>

Percentage Ownership in All
 Operating Nuclear Units

Callaway 100%

Maximum Total Contingent
 Liability

\$ 22,200

I, Donald E. Brandt, Vice President and Controller, am the principal accounting officer of Union Electric Company ("the Company") and hereby certify that the aforesaid 1986 internal cash flow projection was prepared under my direction and supervision and that it is correct and accurate to the best of my knowledge, information and belief.

Date

2/24/86


 Donald E. Brandt