



LR-N21-0017
March 15, 2021

10 CFR 140.21(e)

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

Hope Creek Generating Station
Renewed Facility Operating License No. NPF-57
NRC Docket No. 50-354

Salem Generating Station, Units 1 and 2
Renewed Facility Operating License Nos. DPR-70 and DPR-75
NRC Docket Nos. 50-272 and 50-311

Subject: **Guarantees of Payment of Deferred Premiums**

PSEG Nuclear LLC as the licensee of the Salem Generating Station, Units 1 and 2 and the Hope Creek Generating Station, submits supporting documentation to satisfy the guarantee of payment of deferred premium requirements as provided under 10 CFR 140.21(e).

The 2020 PSEG Power LLC Consolidated Statements of Cash Flows are included as Attachment 1 to meet the requirement to provide evidence that a cash flow can be generated and would be available for payment of retrospective premiums. The 2020 PSEG Power LLC Consolidated Statements of Cash Flows are a certified financial statement extracted from the PSEG 2020 Annual Report / Form 10-K. The Form 10-K is publicly available on the internet at the following Uniform Resource Locator (URL):

<https://sec.report/Document/0000788784-21-000007/>

There are no regulatory commitments contained in this submittal. If you have any questions or require additional information, please contact Mr. Michael Wiwel at 856-339-7907.

Respectfully,

A handwritten signature in blue ink that reads "Paul R. Duke, Jr." with a stylized flourish at the end.

Paul R. Duke, Jr.
Manager – Licensing
PSEG Nuclear LLC

Attachment 1 - PSEG Power LLC Consolidated Statements of Cash Flows

cc: Administrator, Region I, NRC
Mr. J. Kim, Project Manager, NRC
NRC Senior Resident Inspector, Hope Creek
NRC Senior Resident Inspector, Salem
Ms. A. Pfaff, Manager, NJBNE
PSEG Corporate Commitment Tracking Coordinator
Site Commitment Tracking Coordinator

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Attachment 1

**PSEG Power LLC
Consolidated Statements of Cash Flows**

PSEG POWER LLC
CONSOLIDATED STATEMENTS OF CASH FLOWS
Millions

	Years Ended December 31,		
	2020	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Income	\$ 594	\$ 468	\$ 365
Adjustments to Reconcile Net Income to Net Cash Flows from Operating Activities:			
Depreciation and Amortization	368	377	354
Amortization of Nuclear Fuel	184	178	187
(Gain) Loss on Asset Dispositions	(122)	402	(54)
Emission Allowances and Renewable Energy Credit (REC) Compliance Accrual	151	108	97
Provision for Deferred Income Taxes and ITC	60	248	206
Non-Cash Employee Benefit Plan Costs	(5)	7	23
Interest Accretion on Asset Retirement Obligation	42	40	41
Net Realized and Unrealized (Gains) Losses on Energy Contracts and Other Derivatives	80	(290)	116
Net (Gains) Losses and (Income) Expense from NDT Fund	(278)	(296)	98
Net Change in Certain Current Assets and Liabilities			
Fuel, Materials and Supplies	18	(1)	(39)
Cash Collateral	(10)	349	(247)
Accounts Receivable	19	(32)	51
Accounts Payable	(23)	5	(13)
Accounts Receivable/Payable—Affiliated Companies, net	90	(112)	(56)
Other Current Assets and Liabilities	(3)	14	(40)
Employee Benefit Plan Funding and Related Payments	(8)	(11)	(9)
Other	(46)	25	4
Net Cash Provided By (Used In) Operating Activities	<u>1,111</u>	<u>1,479</u>	<u>1,084</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to Property, Plant and Equipment	(404)	(607)	(996)
Purchase of Emissions Allowances and RECs	(111)	(98)	(146)
Proceeds from Sales of Trust Investments	2,083	1,658	1,423
Purchases of Trust Investments	(2,097)	(1,685)	(1,392)
Proceeds from Sales of Long-Lived Assets	151	70	21
Short-Term Loan to Affiliate	(12)	(149)	—
Other	42	50	39
Net Cash Provided By (Used In) Investing Activities	<u>(348)</u>	<u>(761)</u>	<u>(1,051)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Issuance of Long-Term Debt	—	—	700
Cash Dividend Paid	(350)	(525)	(400)
Redemption of Long-Term Debt	(406)	—	(250)
Short-Term Loan from Affiliate	—	(193)	(88)
Other	(1)	(1)	(5)
Net Cash Provided By (Used In) Financing Activities	<u>(757)</u>	<u>(719)</u>	<u>(43)</u>
Net Increase (Decrease) in Cash, Cash Equivalents and Restricted Cash	<u>6</u>	<u>(1)</u>	<u>(10)</u>
Cash, Cash Equivalents and Restricted Cash at Beginning of Period	<u>21</u>	<u>22</u>	<u>32</u>
Cash, Cash Equivalents and Restricted Cash at End of Period	<u>\$ 27</u>	<u>\$ 21</u>	<u>\$ 22</u>
Supplemental Disclosure of Cash Flow Information:			
Income Taxes Paid (Received)	\$ 127	\$ (41)	\$ (92)
Interest Paid, Net of Amounts Capitalized	\$ 119	\$ 113	\$ 73
Accrued Property, Plant and Equipment Expenditures	\$ 64	\$ 164	\$ 167