

Detroit Edison



10CFR140.21

December 3, 1999
NRC-99-0109

U.S. Nuclear Regulatory Commission
Attention: Mr. Ira Dinitz
Mail Stop 11-D-23
Washington D C 20555


Reference: Fermi 2
NRC Docket No. 50-341
NRC License No. NPF-43

Subject: Price-Anderson Act Guarantee of Payment of Deferred Premiums

Enclosed is Detroit Edison's certified cash flow statement to meet the requirements of 10CFR140.21. The statement was prepared in accordance with Regulatory Guide 9.4 and outlines the Company's financial obligation, as detailed under the Secondary Financial Protection section of the amended Price-Anderson Act.

Should you have any questions, please contact Kimberly N. Harsley, Compliance Engineer, at (734) 586-1255.

Sincerely,


Norman K. Peterson
Director, Nuclear Licensing

Enclosure

cc: J. E. Dyer
A. J. Kugler
A. Vogel
M. V. Yudas, Jr.
NRC Resident Office
Region III
USNRC Document Control Desk

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CERTIFICATE

I, Dennis A. Tochman, Director of Corporate Accounting of The Detroit Edison Company ("Company"), do hereby certify that the 1998 Actual Financial Data shown on the Company's 1999 Internal Cash Flow Projection are derived from the Company's Consolidated Financial Statements for the year ended December 31, 1998 and that the 1999 Projection is the latest projection for the Company for the year ended December 31, 1999.

Dated: December 1, 1999



Dennis A. Tochman
Director, Corporate Accounting

THE DETROIT EDISON COMPANY

**1999 INTERNAL CASH FLOW PROJECTION
FOR FERMI 2 NUCLEAR POWER STATION**

	<u>1998</u> <u>Actual</u>	<u>1999</u> <u>Projection</u>
	(millions)	
Net income after taxes	\$ 418	\$ 428
Less: dividends paid	<u>(326)</u>	<u>(319)</u>
Retained earnings	<u>\$ 92</u>	<u>\$ 109</u>
Adjustments:		
Depreciation and amortization	643	710
Deferred income taxes and investment tax credits	(20)	(109)
Allowance for funds used during construction	<u>(4)</u>	<u>(4)</u>
Total adjustments	<u>619</u>	<u>597</u>
Internal cash flow	<u>\$ 711</u>	<u>\$ 706</u>
Average quarterly cash flow	<u>\$ 178</u>	<u>\$ 177</u>
Percentage ownership in Fermi 2		100%
Maximum total contingent liability per year		\$ 10