

William T. O'Connor, Jr.  
Vice President, Nuclear Generation

Fermi 2  
6400 North Dixie Hwy., Newport, Michigan 48166  
Tel: 734.586.5201 Fax: 734.586.4172

**Detroit Edison**



*A DTE Energy Company*

10CFR50.75(f)(1)

November 11, 2003  
NRC-03-0088

U. S. Nuclear Regulatory Commission  
Attention: Document Control Desk  
Washington D C 20555-0001

- References: 1) Fermi 2  
NRC Docket No. 50-341  
NRC License No. NPF-43
- 2) Detroit Edison Letter to NRC,  
"Decommissioning Funding Status  
Report for Fermi 2", NRC-03-0033,  
Dated March 28, 2003

Subject: Decommissioning Funding Status Report for Fermi 2

Based on a teleconference between Detroit Edison and the NRC Staff on September 25, 2003 this letter supplements Reference 2. Specifically, regarding the collections for item 3 of the enclosure to Reference 2, the collections for Fermi 2 decommissioning are included in the Company's rates. Currently, approximately \$34 million is being collected per year for Fermi 2 decommissioning. The exact amount per year is based on sales. The amount being collected includes provision for site restoration, in addition to nuclear decommissioning items included in 10CFR50.75(b) and (c).

Additionally, regarding the rates of escalation in item 4 of the enclosure to Reference 2, all decommissioning costs are assumed to increase at 6.0% annually; decommissioning funds are assumed to earn at 7.0% annually after-tax, therefore, the real rate of return is less than 2%.

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Should you have any questions or require additional information, please contact Mr. Norman K. Peterson of my staff at (734) 586-4258.

Sincerely,

*William J. O'Connor*

cc: H. K. Chernoff  
NRC Resident Office  
NRC Region III