

Detroit Edison



10 CFR 140.21

November 26, 2003
NRC-03-0092

U. S. Nuclear Regulatory Commission
Attention: Mr. Ira Dinitz
Room 12 C6
Mail Stop 12 D3
Washington D C 20555

Reference: Fermi 2
NRC Docket No. 50-341
NRC Operating 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 10 CFR 140.21. 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 or require additional information, please contact me at (734) 586-4258.

Sincerely,

Norman K. Peterson
Manager - Nuclear Licensing

Enclosures


cc: H. K. Chernoff
M. A. Ring
M. V. Yudas, Jr.
NRC Resident Office
Regional Administrator
Region III
Supervisor, Electric Operators,
Michigan Public Service Corporation
Document Control Desk

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CERTIFICATE

I, Salvador Barragan, Senior Business Financial Analyst for Nuclear Generation Finance of the Detroit Edison Company ("Company"), do hereby certify that the 2002 Actual financial data shown on The Company's 2003 Internal Cash Flow Projection are derived from the Company's Consolidated financial statements for the year ended December 31, 2002 and that the 2003 Projection is the latest projection of the Company for the year ended December 31, 2003.

Dated: November 14, 2003


Salvador Barragan
Sr. Business Financial Analyst,
Nuclear Generation Finance

The Detroit Edison Company

2003 INTERNAL CASH FLOW PROJECTION FOR FERMI 2 NUCLEAR POWER STATION (in millions)

| | 2002 <u>Actual</u> | 2003 <u>Projection</u> |
|--|-----------------------|---------------------------|
| Net income after taxes | \$ 356 | \$ 233 |
| Less: dividends paid | (295) | (295) |
| Retained Earnings | <u>\$ 61</u> | <u>\$ (62)</u> |
| Adjustments: | | |
| Depreciation and amortization | 577 | 509 |
| Deferred income taxes and investment tax credits | (58) | (11) |
| Allowance for funds used during construction | (13) | (4) |
| Total adjustments | <u>\$ 506</u> | <u>\$ 494</u> |
| Internal cash flow | <u>\$ 567</u> | <u>\$ 432</u> |
| Average quarterly cash flow | <u>\$ 142</u> | <u>\$ 108</u> |
| Percentage ownership in Fermi 2 | | 100% |
| Maximum total contingent liability per year | | \$ 10 |