

50-269/270/287
FILE NUMBER

NRC DISTRIBUTION FOR PART 50 DOCKET MATERIAL

TO: Mr. Jerome Saltzman	FROM: Duke Power Co. Charlotte, N.C. 28242 A. C. Thies	DATE OF DOCUMENT 03/15/78 DATE RECEIVED 03/21/78
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DESCRIPTION Notorized 03/15/78...	ENCLOSURE Forwarding response to NRC ltr dtd 06/15/77 and Applicant's ltr dtd 06/28/77 the following info... <ol style="list-style-type: none">1. Annual Rept2. Annual Certified Financial Statements (included in the Annual Rept)3. Financial Forecast and;4. Statement of Applicant as to available sources of funds to satisfy liability pursuant to 10 CFR 140.21....
PLANT NAME : OCONEE UNITS 1 - 3 jcm 04/04/78 <i>ML</i>	<i>1 ENCL sent to SALTZMAN</i>

SAFETY	FOR ACTION/INFORMATION	ENVIRONMENTAL
ASSIGNED AD:		ASSIGNED AD: V. MOORE (LTR)
BRANCH CHIEF:		BRANCH CHIEF:
PROJECT MANAGER:		PROJECT MANAGER:
LIC. ASST:		LIC. ASST:
		B. HARLESS

INTERNAL DISTRIBUTION			
REG FILES <i>LTR</i>	SYSTEMS SAFETY	PLANT SYSTEMS	SITE SAFETY &
NRC-PDR <i>LTR</i>	R. MATTSON	TEDESCO	ENVIRON ANALYSIS
I & E	SCHROEDER	BENAROYA	DENTON & MULLER
OELD		LATNAS	CRUTCHFIELD
GOSSICK & STAFF	ENGINEERING	IPPOLITO	
HANAUER	KNIGHT	F. ROSA	ENVIRON TECH
MIPC	BOSNAK		ERNST
CASE	SIHWEIL	OPERATING REACTORS	BALLARD
BOYD	PAWLICKI	STELLO	YOUNGBLOOD
		EISENHUT	
PROJECT MANAGEMENT	REACTOR SAFETY	SHAO	SITE TECH
SKOVHOLT	ROSS	BAER	GAMMILL (2)
P. COLLINS	NOVAK	BUTLER	
HOUSTON	ROSZTOCZY	GRIMES	SITE ANALYSIS
MELTZ	CHECK		VOLLMER
HELTEMES			BUNCH
SK	AT & I		J. COLLINS
	SALTZMAN <i>W/ENCL</i>		KREGER
	RUTBERG		

EXTERNAL DISTRIBUTION		CONTROL NUMBER
LPDR: <i>LTR WALHALLA</i>	NAT LAB:	780940036
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NSIC		
REG V (J. HANCHETT)		
16 CYS SENT CATEGORY	TO ACRS	

OP 4

DUKE POWER COMPANY
P. O. Box 2178
CHARLOTTE, N. C. 28242

50-269/270/287

A. C. THIES
SENIOR VICE PRESIDENT
PRODUCTION AND TRANSMISSION

March 15, 1978

(704) 373-4249

REGULATORY BASKET FILE COPY



Mr. Jerome Saltzman, Chief
Antitrust & Indemnity Group
Nuclear Reactor Regulation
U. S. Nuclear Regulatory Commission
Washington, D. C. 20555

Re: Submission of Guarantee of Retrospective Premiums
Pursuant to the Provisions of Section 140.21
10 CFR 140.21

Dear Mr. Saltzman:

In accordance with your letter of June 15, 1977 and my letter of June 28, 1977 the following information is forwarded:
(1) Annual Report; (2) Annual Certified Financial Statements (included in the Annual Report); (3) Financial Forecast; and
(4) Statement of Duke Power Company as to available sources of funds to satisfy liability pursuant to 10 CFR 140.21. The submitted information fully demonstrates the ability of Duke Power Company to respond to an assessment, not to exceed \$30 million, pursuant to the provisions of 10 CFR 140.21.

Yours very truly,

A.C. Thies

act/ck

Enclosures

780940036

Statement of Duke Power Company as to
Available Sources of Funds to Satisfy
a Possible Liability Not Exceeding \$30
Million Pursuant to the Provisions of
10 CFR 140.21

Pursuant to the requirements of Section 140.21 of the Nuclear Regulatory Commission regulations in 10 CFR Part 140, Duke Power Company (the Company) herein submits the following Annual Report to Stockholders, annual certified financial statement, and its current Financial Forecast as evidence of financial ability of guarantee of payment of deferred premiums in the amount of \$10 million for each reactor it is licensed to operate. I certify that the financial forecasts, which include information relating to cash flow, were prepared in conformity with generally accounting practices applied on a basis consistent with the accompanying financial statements.

As of December 31, 1977, the Company has unused bank lines of credit with 80 commercial banks amounting to \$86 million which such banks have total legal lending limits of approximately \$1.5 billion. Further, the Company also has the option to sell commercial paper up to a limit of 25% of any prior 12 months electric revenues as an alternative to using its bank lines of credit, another \$312 million source of credit. Either of these sources would, in my opinion, be available as a source of funds to satisfy the assessment of retrospective premiums not exceeding \$30 million.

It is the Company's opinion that it can meet its guarantee of payments of deferred premiums currently amounting to \$30 million as required by Nuclear Regulatory Commission regulations, particularly in view of the relative insignificance of this amount to its total available cash and credit. Additionally, funds could be generated by the deferral of certain construction. However, I do not believe that such deferral would be necessary.

DUKE POWER COMPANY
(COMPANY)

By W. R. Stimart
W. R. Stimart, Controller

Date: March 15, 1978

Subscribed and sworn to before
me this 15th day of March, 1978.

Carol M. Denton
Notary Public

My Commission expires: 9-16-79