

50-321



May 27, 1982

dalton utilities

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

Dear Mr. Saltzman:

Pursuant to Section 140.21 of 10 CFR 140, we are filing our guarantee of payment of deferred premiums for our part ownership in Edwin I. Hatch Nuclear Plant. Our Cash Flow statements for actual fiscal year 1981 is taken from our certified audit by Deloitte, Haskins and Sells and our projected figures for our fiscal year 1982 and are taken from our budget approved by our consulting engineers, STV Management Group, formerly Ford, Bacon and Davis.

We believe this will fulfill our reporting requirements.

Sincerely,

Thomas S. Headrick
Comptroller

TSH: hb
Inclosures

cc: Mr. V. D. Parrott, Jr.,
Dalton Utilities

TSH: hb

M001
5
1/1

Water, Light and Sinking Fund Commission
P. O. Box 869, Dalton, Georgia 30720

8206030239 820527
PDR ADOCK 05000321
I PDR

Dalton Water, Light and Sinking Fund Commission
 Dalton Utilities (Municipally owned utility)
 Assumptions used in Sources of Funds Statements

1. Electric and Natural Gas revenues are pledged for the Revenue Bonds Series A, dated January 1, 1976. Revenues and Expenses used in our projection for our fiscal year December 1, 1981 through November 30, 1982 are for the Electric and Gas departments. These have been approved by our Consulting Engineers, STV Management Group, formerly Ford, Bacon and Davis.
2. Dalton Utilities is co-owner in the Edwin I. Hatch Nuclear Plant and the Alvin W. Vogtle Nuclear Plant. The ownership of the two plants is as follows:

	<u>Hatch Plant</u>	<u>Vogtle Plant</u>
Dalton Utilities	2.2%	1.6%
Georgia Power Company	50.1%	50.7%
Municipal Electric Authority of GA.	17.7%	17.7%
Oglethorpe Power Corp.	30.0%	30.0%
	<u>100.0%</u>	<u>100.0%</u>

3. Plant Hatch Units 1 and 2 are presently in Commercial operation. Plant Vogtle Units 1 and 2 are under construction and are tentatively scheduled for commercial operation in 1987 and 1988 respectively.

Dalton Utilities (Municipally Owned Utility)
Internal Cash Flow
Edwin I. Hatch Nuclear Power Station
(\$1,000)

	1981 Actual Dec. 1, 1981 thru Nov. 30, 1981 (1)	1982 Projection Dec. 1, 1981 thru Nov. 30, 1982 (2)
Net income after taxes	\$17,203	\$19,684
Less: Contributions in lieu of taxes (City of Dalton)	<u>(615)</u>	<u>(750)</u>
Retained Earnings	\$16,588	\$18,934
Adjustments:		
Depreciation and amortization	1,985	2,222
Deferred income taxes and investment		
Tax credits (3)	<u>0</u>	<u>0</u>
Total adjustments	<u>1,985</u>	<u>2,222</u>
Internal Cash flow	<u>\$18,573</u>	<u>\$21,156</u>
 Average Quarterly cash flow	 <u>\$ 4,643</u>	 <u>\$ 5,289</u>
 Percentage Ownership in all operating Nuclear Units: Edwin I. Hatch Plant 2.2%		
 Maximum total contingent liability	 <u>\$ 440</u>	 <u>\$ 440</u>

- (1) From certified audit by Deloitte, Haskins & Sells
(2) From budget approved by STV Management Group/formerly Ford, Bacon & Davis
(3) Not applicable-Municipally owned