

Alabama Power Company
600 North 18th Street
Post Office Box 2641
Birmingham, Alabama 35291
Telephone 205 323-5341

Travis J. Bowden
Vice President and Treasurer



50-348
50-364



Alabama Power
the southern electric system

May 5, 1981

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

Dear Mr. Saltzman:

Enclosed is the annual submission of Alabama Power Company with respect to the retrospective premium guarantee required under the Price-Anderson Act, as amended, applicable to its Joseph M. Farley Nuclear Plant. We have elected to satisfy this guarantee requirement by submitting annual certified financial statements and cash projections, showing that a cash flow can be generated and would be available for payment of retrospective premiums up to \$20,000,000 within three months after submission of the statement. In this connection, enclosed are the following:

1. 1980 Annual Report which includes financial statements for the calendar year 1980, together with the report on such statements by Arthur Andersen & Co., independent public accountants;
2. Unaudited Financial Statements for the quarter ended March 31, 1981;
3. Cash Flow Projections for the period January 1, 1981 through December 31, 1981, showing that cash flow for \$20,000,000 can be generated and would be available for payment of retrospective premiums within three months after submission of the statement.

Please acknowledge receipt of the enclosures by signing and returning copy of this letter.

Yours very truly,

A handwritten signature in cursive script that reads 'Travis J. Bowden'.

Travis J. Bowden

TJB:bm
Enclosures

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