

A CMS Energy Company

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Nuclear Regulatory Commission  
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Washington, DC 20555-0001

Palisades Nuclear Plant  
Docket 50-255  
License DPR-20

Annual Report of Insurance and Financial Security

In accordance with 10 CFR 50.54(w)(4), Consumers Energy Company is reporting the current levels of property insurance maintained at the Palisades Nuclear Plant. Enclosure 1 contains the description and source of the property insurance.

Summary of Commitments

This letter contains no new commitments and no revisions to existing commitments.



Robert E Frounfelker  
Executive Director, Risk Management

Enclosure (1)

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M001

ENCLOSURE 1  
DESCRIPTION OF PROPERTY INSURANCE FOR PALISADES NUCLEAR PLANT

<u>Insurer</u>	<u>Policy No</u>	<u>Effective Dates</u>	<u>Limit</u>
Nuclear Electric Insurance Limited (Primary)	P06-017	October 1, 2006 to October 1, 2007	\$ 500,000,000
Nuclear Electric Insurance Limited	X06-012	October 1, 2006 to October 1, 2007	\$2,250,000,000