

South Texas Project Electric Generating Station P.O. Box 289 Wadsworth, Texas 77483

February 13, 2012 NOC-AE-12002800 File No.: G20 10CFR140.11(a)(4) 10CFR140.15 10CFR140.17 10CFR140.21

U. S. Nuclear Regulatory Commission Attention: Document Control Desk One White Flint North 11555 Rockville Pike Rockville, MD 20852-2738

> South Texas Project Units 1 and 2 Docket Nos.: STN 50-498, STN 50-499 **Evidence of Financial Protection**

Pursuant to the requirements of 10CFR140.11(a)(4), 10CFR140.15, 10CFR140.17, and 10CFR140.21, STP Nuclear Operating Company submits the attached Nuclear Energy Liability Insurance policy endorsements from American Nuclear Insurers (ANI). This submittal contains the following endorsements:

Nuclear Energy Liability

Facility Form (NF-0307) Master Worker Form (NW-0657) Secondary Financial Protection (N-0113 / N-0116)

There are no commitments associated with this letter. Should you have any questions, concerns, or require additional information on this matter, please contact Karen Adkins at (361) 972-8698 or Cheryl Glover at (361) 972-7148.

> Daniel R. Clark Manager.

Financial Services

Daniel R. Clark

KMA

Attachments: Endorsements:

Facility Form (NF-0307) - (Endorsements 114 - 115) Master Worker Form (NW-0657) - (Endorsement 19)

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Secondary Financial Protection (N-0113) - (Endorsement 51) Secondary Financial Protection (N-0116) - (Endorsement 49)

STI No.: 33334008

STP Nuclear Operating Company

NOC-AE-12002800 Page 2

CC:

(paper copy)

Regional Administrator, Region IV U. S. Nuclear Regulatory Commission 1600 East Lamar Boulevard Arlington, TX 76011-4511

Balwant K. Singal Senior Project Manager U.S. Nuclear Regulatory Commission One White Flint North (MS 8 B1) 11555 Rockville Pike Rockville, MD 20852

Senior Resident Inspector
U. S. Nuclear Regulatory Commission
P. O. Box 289, Mail Code: MN116
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C. M. Canady
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Electric Utility Department
721 Barton Springs Road
Austin, TX 78704

U. S. Nuclear Regulatory Commission Attention: Document Control Desk One White Flint North 11555 Rockville Pike Rockville, MD 20852-2738

M. K. Kistler, w/o Electronic RMS N2002

(electronic copy)

A. H. Gutterman, Esquire Morgan, Lewis & Bockius LLP

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John Ragan Chris O'Hara Jim von Suskil NRG South Texas LP

Kevin Pollo Richard Pena City Public Service

Peter Nemeth Crain Caton & James, P.C.

C. Mele City of Austin

Richard A. Ratliff
Texas Department of State Health
Services

Alice Rogers Texas Department of State Health Services

CHANGES IN SUBSCRIBING COMPANIES AND IN THEIR PROPORTIONATE LIABILITY ENDORSEMENT CALENDAR YEAR 2011

- 1. It is agreed that with respect to bodily injury, property damage, environmental damage or evacuation of the public caused, during the effective period of this endorsement, by the nuclear energy hazard:
 - a. The word "companies" wherever used in the policy means the subscribing companies listed below.
 - b. The policy shall be binding on such companies only.
 - c. Each such company shall be liable for its proportion of any obligation assumed or expense incurred under the policy because of such bodily injury, property damage, environmental damage or evacuation of the public as designated below.
- 2. It is agreed that the effective period of this endorsement is from the beginning of the effective date of this endorsement stated below to the close of December 31, 2011 or to the time of the termination or cancellation of the policy, if sooner.

American Commerce Insurance Compan	у	11.206897 %	
AXIS Reinsurance Company	•	15.517241 %	-
Employers Mutual Casualty Company		3.448276 %	
Federal Insurance Company		32.327586 %	
Liberty Mutual		17.241379 %	
State Farm Mutual Automobile Insuranc	e Company	10.344828 %	
Zurich American Insurance Company	• •	9.913793 %	
• •	Total	100.000000 %	NE-2011

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated hereon. No insurance is afforded hereunder.

Hary L. Unichio

Gary S. Uricchio, Vice President - Underwriting, American Nuclear Insurers

Effective Date of

this Endorsement:

January 1, 2011 (12:01 A.M. Standard Time) To form a part of Policy No.

NF -0307

Issued to:

STP Nuclear Operating Company, NRG South Texas LP, City Public Service Board of San

Antonio, City of Austin

Date of Issue:

February 18, 2011

For the subscribing companies

y Lege D. Turns President Wary L. Unichio

Endorsement No.:

114

Countersigned by _

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT **CALENDAR YEAR 2012**

- 1. ADVANCE PREMIUM: It is agreed that the Advance Premium due the companies for the period designated above is: \$1,211,607.00
- 2. STANDARD PREMIUM AND RESERVE PREMIUM: In the absence of a change in the Advance Premium indicated above, it is agreed that, subject to the provisions of the Industry Credit Rating Plan, the Standard Premium is said Advance Premuim and the Reserve Premium is: \$929,788.00

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Nuclear Energy Liability Policy (Facility Form) as designated heron. No insurance is afforded hereunder.

Americas Nuclear Insurers

Effective Date of

this Endorsement:

January 1, 2012

(12:01 A.M. Standard Time)

To form a part of Policy No. NF -0307

Issued To: STP Nuclear Operating Company, NRG South Texas LP, City Public Service Board of San Antonio, City of Austin

Date of Issue:

December 2, 2011

For the subscribing companies

Endorsement No: 115

Countersigned by Hany S. Unicchis

CERTIFIED COPY

NE-36

ADVANCE PREMIUM AND STANDARD PREMIUM ENDORSEMENT CALENDAR YEAR 2012

- 1. ADVANCE PREMIUM: It is agreed that the Advance Premium due the companies for the period designated above is: \$104,598.00
- 2. STANDARD PREMIUM AND RESERVE PREMIUM: In the absence of a change in the Advance Premium indicated above, it is agreed that, subject to the provisions of the Industry Credit Rating Plan, the Standard Premium is said Advance Premium and the Reserve Premium is: \$80,100.00

This is to certify that this is a true copy of the original Endorsement having the endorsement number and being made part of the Certificate of Insurance bearing the number designated heron for insurance coverage under the Nuclear Energy Liability Policy (Facility Workers Form). No insurance is afforded hereunder.

Gary S. Vicchio, Vice President - Underwriting

Americal Nuclear Insurers

Effective Date of this Endorsement:

January 1, 2012 (12:01 A.M. Standard Time)

To form a part of Certificate No. NW -0657

Issued To: STP Nuclear Operating Company, NRG South Texas LP, City Public Service Board of San Antonio, City of Austin

Date of Issue:

November 11, 2011

For the subscribing companies

Presiden

Endorsement No: 19

Countersigned by Hary & Unichio

ANNUAL PREMIUM ENDORSEMENT

CALENDAR YEAR 2012

1. ANNUAL PREMIUM: It is agreed that the Annual Premium due the companies for the period designated above is: \$9,492.00

> This is to certify that this is a true copy of the original Certificate, bearing the number designated heron, for insurance coverage under the Master Policy-Nuclear Energy Liability Insurance (Secondary Financial Protection). No insurance is afforded by this copy.

Gary S. Urcchio, Vice President - Underwriting American Nuclear Insurers

Effective Date of

this Endorsement:

January 1, 2012

(12:01 A.M. Standard Time)

To form a part of Certificate No. N -0113

Issued To: STP Nuclear Operating Company, NRG South Texas LP, City Public Service Board of San Antonio, City of Austin

Date of Issue:

November 11, 2011

For the subscribing companies

Endorsement No: 51 Countersigned by Hary & Unichio

ANNUAL PREMIUM ENDORSEMENT

CALENDAR YEAR 2012

1. ANNUAL PREMIUM: It is agreed that the Annual Premium due the companies for the period designated above is: \$9,492.00

> This is to certify that this is a true copy of the original Certificate, bearing the number designated heron, for insurance coverage under the Master Policy-Nuclear Energy Liability Insurance (Secondary Financial Protection). No insurance is afforded by this copy.

Gary S. Urcchio, Vice President - Underwriting American Nuclear Insurers

Effective Date of

this Endorsement:

January 1, 2012

(12:01 A.M. Standard Time)

To form a part of Certificate No. N -0116

Issued To: STP Nuclear Operating Company, NRG South Texas LP, City Public Service Board of San Antonio, City of Austin

Date of Issue:

November 11, 2011

For the subscribing companies

Endorsement No:

Countersigned by Hary S. Unicchio