



Tennessee Valley Authority, 1101 Market Street, Chattanooga, Tennessee 37402

April 1, 2013

10 CFR 140.21

ATTN: Document Control Desk
Director, Office of Nuclear Reactor Regulation
U.S. Nuclear Regulatory Commission
Washington, D.C. 20555-0001

Browns Ferry Nuclear Plant, Units 1, 2, and 3
Renewed Facility Operating License Nos. DPR-33, DPR-52, and DPR-68
NRC Docket Nos. 50-259, 50-260, and 50-296

Sequoyah Nuclear Plant, Units 1 and 2
Facility Operating License Nos. DPR-77 and DPR-79
NRC Docket Nos. 50-327 and 50-328

Watts Bar Nuclear Plant, Unit 1
Facility Operating License No. NPF-90
NRC Docket No. 50-390

**Subject: Guarantee of Payment of Deferred Premiums – 2012
Annual Report**

Pursuant to Title 10, Code of Federal Regulations, Section 140.21, "Licensee guarantees of payment of deferred premiums," Tennessee Valley Authority (TVA) is providing evidence that we maintain a guarantee of payment of deferred premiums in the amount of \$17.5 million for each licensed reactor at TVA's Browns Ferry, Sequoyah, and Watts Bar Nuclear Plants.

TVA's Form 10-K Annual Report is filed pursuant to the Securities Exchange Act of 1934 and is publicly available on the internet at the Uniform Resource Locator (URL) provided below.

<http://investor.shareholder.com/tva/sec.cfm>

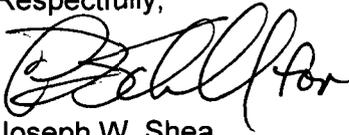
This Form 10-K financial statement shows that, if necessary, a cash flow can be generated and would be available within three months after submission of the statement to provide \$105 million for payment of retrospective premiums.

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There are no regulatory commitments contained in this submittal. If you have any questions, please contact Josh Perrel at 423-751-7737.

Respectfully,

A handwritten signature in black ink, appearing to read "J. Shea". The signature is fluid and cursive, with the first letter of the first name being a large, stylized capital 'J'.

Joseph W. Shea
Vice President, Nuclear Licensing