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NUCLEAR REGULATORY COMMISSION

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License Renewal Public Meeting - Evening

Session

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1	UNITED STATES OF AMERICA
2	NUCLEAR REGULATORY COMMISSION
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4	LICENSE RENEWAL AND SCOPING PROCESS
5	SHEARON HARRIS NUCLEAR POWER PLANT UNIT 1
6	PUBLIC MEETING - EVENING SESSION
7	+ + + +
8	Wednesday,
9	April 18, 2007
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11	Apex, North Carolina
12	The Public Meeting was held at 7:00 p.m. in the
13	New Horizons Fellowship, 820 Williams Street, Apex,
14	North Carolina, Lance Rakovan, Facilitator,
15	presiding.
16	APPEARANCES:
17	SAM HERNANDEZ - NRC
18	MAURICE HEATH - NRC
19	RANI FRANOVICH - NRC
20	MAYOR DICK SEARS
21	GINA DEAN
22	ANN TURNBILL
23	LEE CRAIG
24	LOU EBERT
25	JOHN RUKAVINA

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1 P-R-O-C-E-E-D-I-N-G-S 2 7:00 p.m. Good evening. 3 FACILITATOR RAKOVAN: Му I am a communications 4 name is Lance Rakovan. 5 assistant at the Nuclear Regulatory Commission, NRC. 6 7 I would like to welcome you to tonight's public meeting. It is my pleasure to serve as your 8 9 facilitator, tonight. It is very good to be in North 10 Carolina tonight, and I want to thank those who agreed to allow us to have the public meeting here, it is a 11 very good space. 12 The meeting this afternoon was a very good 13 14 meeting, and I'm hoping tonight works out to be the 15 The purpose for the meeting is to discuss the license renewal process, and environmental scoping for 16 17 Shearon Harris nuclear power plant, unit 1, license renewal application review. 18 19 Just to make sure that everybody is aware, the term scoping, something we will be using a lot 20 tonight, is a term used in conjunction with preparing 21 an environmental impact statement. 22 Basically it helps the NRC determine what 23

24

what issues we will address.

To give you an idea of the format of tonight's meeting, we are going to start out with a few presentations by NRC staff. After that we are going to allow a short time for Q's and A's, if you have any questions, in terms of want some clarification on the presentations that were given.

And then I have a number of people who have signed up to speak, so we would like to go to the comments quickly, if possible.

Again, if you could hold your questions to the ends of the presentation, it would help us out a lot. Please keep in mind that any comments we receive, tonight, on the scoping, are going to be the same as if you sent them in written form to the NRC.

We are keeping a transcript of tonight's meeting. So whatever you say will be down, and we will have a written log of it. Since we are transcribing it will certainly help keep a clean transcript of the meeting if everyone who speaks can make sure that there is only one person speaking at a time.

And, also, if you could use a microphone when you do speak. Again, that will just help our

1 transcriber make sure that we get everything down, and 2 make sure that we are clear on who said what, and what 3 you said. 4 When you do make a question, or a comment, 5 you could at least the first time introduce you 6 yourself, and also if are representing 7 particular organization, if you could let us know what 8 organization that is. Given the number of speakers we have, if 9 you could keep your comments to about five minutes, 10 that seems to work out pretty well. That should allow 11 everyone to speak, but also keep the meeting going. 12 Just a few general meeting type things. 13 14 If you could silence your cellphones, or beepers. A cellphone going off in the middle of a meeting can 15 certainly derail things, or distract from it. 16 Also, we have the back table, hopefully 17 you signed in. There are copies of the presentations 18 19 so, hopefully, you all picked those up. There were also public meeting feedback forms. 20 If you could take a moment to fill that 21 out we would really appreciate it. It is quite 22 helpful. Just give your opinion of tonight's meeting, 23

how you think it could have gone better, or if it went

perfect, you are okay with it that way, that is okay,

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too.

You can give that to me, leave it out on the table, or postage is free if you want to drop it into the mail, and it will get to us. Those do help us kind of hone, in terms of our public meetings. So if you would take a moment we would really appreciate your filling those out.

I would like to introduce our two speakers tonight. First of all, Sam Hernandez. Sam is an environmental project manager. He has been with the NRC for about four years, working on environmental reviews.

He has a bachelor's degree, in chemical engineering, from the University of Puerto Rico and is, currently, pursuing a master's degree in environmental engineering from the University of Maryland.

The other speaker is Maurice Heath.

Maurice is a project manager for license review,

renewal sorry, at the NRC. He has also been with the

NRC for about four years. He has a bachelor's of

science for mechanical engineering, from North

Carolina A&T.

One other comment that I wanted to make. I was given a copy of an article that was in the News $\,$

1 and Observer, called "getting involved". It made the statement, "if opponents claim deficiencies 2 3 Progress Energy's application, or problems at 4 nuclear plant, then they can ask the NRC for an 5 evidentiary hearing. Such a hearing would extend proceedings by at least half a year." 6 7 I just want to say that we are going to go into a little more detail as to what, specifically, we 8 9 are looking for, in terms of environmental scoping, 10 and the comments that we are looking for tonight. It says, "problems at the nuclear plant". 11 The NRC has a number of different processes for 12 handling what you would call a problem at the nuclear 13 14 plant. So if you have any questions on how to 15 handle something like that, you can ask any of the NRC 16 employees here, and we will help you figure out the 17 correct mechanism to take care of that. 18 19 I believe I have covered everything that I would like to say, to start off the meeting. So I'm 20 looking forward to a productive one, and I will turn 21 the meeting over to Sam. 22 Sorry, to Maurice. MR. HEATH: Good evening. As Lance 23 24 mentioned, my name is Maurice Heath and I'm the

project manager responsible for the review of Shearon

1 Harris nuclear power plant license renewal 2 application. 3 As Lance mentioned, the purpose 4 tonight's meeting is to provide an overview of the 5 NRC's license renewal review processes, and to receive your comments on the scope of the environmental 6 7 review. I would like to reiterate that we will be 8 answering your questions at the end of today's 9 So please hold your comments until the 10 presentation. appropriate period during the meeting. 11 Before I get into a discussion of the 12 license renewal process, I would like to take a minute 13 14 to talk about the NRC in terms of what we do, and what our mission is. 15 The two principal NRC governing statutes 16 Energy Act, and the National 17 are the Atomic Environmental Policy Act of 1969, better known as 18 19 NEPA. The Atomic Energy Act authorizes the NRC 20 to regulate the civilian use of nuclear material. The 21 specific regulations NRC enforces 22 that the contained in Title 10 of the Code of Federal 23 24 Regulations, commonly known as 10CFR. The Atomic Energy Act also authorizes the 25

1 NRC to grant a 40 year operating license for nuclear power reactors, and allowing for renewal of this 2 3 license. 4 It is important to note that the 40 year 5 term was based on, primarily, economic considerations, and anti-trust factors, and not on safety or technical 6 7 limitations. The second governing statute is NEPA of 8 9 1969, that established a national policy 10 considering the impact of federal decisionmaking on the environment. 11 In exercising its authority the NRC's 12 mission is three-fold, to ensure adequate protection 13 14 of public health and safety, to promote the common defense and security, and to protect the environment. 15 The NRC accomplishes its mission through 16 17 a combination of regulatory programs and processes, such as conducting inspections, issuing enforcement 18 19 assessing licensee performance, actions, evaluating operating experience from nuclear plants 20 across the country, and internationally. 21 One important element of our inspection 22 program are the resident inspectors. The NRC has 23 24 resident inspectors at all operating nuclear power

Their job is to carry out our safety mission

plants.

on a daily basis by ensuring that these plants have acceptable safety performances, and compliance with the regulatory requirements.

They are considered the eyes and ears of the NRC. And tonight we have in the audience, our senior resident inspector, Mr. Phil O'Bryan, and our resident inspector, Mr. Michael King. And both of them are stationed at the Shearon Harris nuclear power plant.

The current operating license for Shearon Harris will expire on October 24th, 2026. On November 14th, 2006, CP&L, doing business as Progress Energy, owner of the plant, submitted an application for renewal of the Shearon Harris operating license for an additional 20 years.

Copies of the Shearon Harris license renewal application are available for review at Eva H. Perry library, in Apex, North Carolina, and the West Regional Library here in Cary. For tonight's meeting we have copies, outside, on disk, if you would like to take one.

The regulations governing license renewal are based on two guiding principles. To effectively communicate these principles I need to describe a concept, or term of art, used by the NRC. That concept

is licensing basis.

Licensing basis is a wide range of design and operational requirements, and conditions, that must be met for the plant to comply with its operating license. It serves as a basis upon which the NRC originally licensed that plant, and allows that plant to continue to operate.

Now, as I mentioned, the regulations governing license renewal are based on these two principles. The first is that the current regulatory process is adequate to ensure that the licensing basis of all currently operating plants provide and maintain an acceptable level of safety.

The second principle is that the current plant specific licensing basis must be maintained during the renewal term in the same manner, and to the same extent, as during the original license term.

To ensure that the plant's current licensing basis is maintained during an extended period of operation, the effects of aging must be understood and addressed.

The Staff conducts a rigorous review of new and existing programs, and surveillance activities, to determine, with reasonable assurance, that the effects of aging, for certain plant

1 structures, systems, and components, will be adequately managed, or monitored. 2 This slide is a list of the content of the 3 4 license renewal application submitted by Progress 5 Energy. The Staff reviews this information to verify aging will be managed effectively and 6 that all 7 environmental impacts are characterized and disclosed. 8 This diagram represents the license 9 renewal process. The top portion of the diagram shows 10 the safety process, and the bottom portion shows the environmental process. 11 reviews conducted 12 These two are in parallel to evaluate two separate aspects of the 13 14 license renewal application. 15 The yellow starburst figures represent opportunities for public involvement. 16 17 meeting we are in the first yellow figure, which is to solicit the scope of the 18 your comments on 19 environmental review. 20 safety review Staff During the the conducts adequacy 21 an audit to evaluate technical information in the license 22 renewal The NRC's qualified inspectors perform 23 application. 24 on-site inspections to verify that the applicant's

programs,

aging

management

25

are

and activities,

implemented, or have been planned for implementation. 1 2 Then the results of the safety review are safety evaluation 3 documented in а report 4 inspection report. The safety evaluation report, or 5 SER, is forwarded to the Advisory Committee on Reactor Safequards, otherwise known as ACRS, who will perform 6 7 an independent review of both license renewal 8 application, and the NRC's staff safety evaluation. 9 The ACRS is a group of scientists, and 10 nuclear experts, who serve as a consulting body to the Commission. The ACRS reports their findings, and 11 recommendations, directly to the Commission. 12 To perform an environmental review the 13 14 Staff conducts an on-site environmental audit, and 15 generates a draft and final generic environmental 16 impact statement. 17 In the second part of this presentation Sam Hernandez, the environmental project manager, will 18 19 provide a detailed overview of the environmental 20 process. In summary, for the safety review process, 21 the NRC reviews the applicant's renewal application, 22 reviews supporting documentation, and conducts on-site 23 24 audit and inspections.

Thereafter the Staff documents the basis

and conclusion, of its review, in a publicly available safety evaluation report. And, finally, after the ACRS has completed their independent review of both the license renewal application, and the Staff's safety evaluation report, they offer a recommendation to the Commission regarding proposed action to issue a renewed operating license.

Before turning the presentation over to Mr. Hernandez, to discuss the environmental review process, I would like to mention a few important areas of NRC oversight, that are separate from the license renewal process.

They include emergency planning, security, and current safety performance. The NRC monitors, and provides, regulatory oversight of activities, in these areas, on an ongoing basis, under the current operating license.

Therefore we do not reevaluate them in license renewal. The reason why these areas are not reevaluated is because they are subject to ongoing NRC inspection and oversight.

Any issues are identified and addressed, immediately, under the current operating license. For more information about the reactor oversight process for Shearon Harris, you can follow the link at the

1 bottom of the page. 2 That concludes my presentation of safety review process for license renewal. 3 4 going to turn it over to Sam Hernandez to provide an 5 overview of the environmental review process. HERNANDEZ: Hi. 6 MR. My name is Sam 7 Hernandez. I'm an environmental project manager for I'm responsible for coordinating all the 8 9 activities οf the Staff to prepare an NRC 10 environmental impact statement associated with the proposed license renewal of the Shearon Harris nuclear 11 power plant. 12 The National Environmental Policy Act of 13 14 1969 requires that all federal agencies follow a 15 systematic approach in evaluating potential impacts associated with certain actions. 16 We, at the NRC, are required to consider 17 the impact of the proposed action and, also, 18 19 mitigation for those impacts we consider to be significant. 20 We required consider 21 are also to alternatives to the proposed action, in this case, the 22 license renewal of Shearon Harris, and in other 23

In other words, if we decide not to

alternatives we include the no action alternative.

24

1 approve the license renewal for Shearon Harris, what are the environmental impacts? The NRC has determined 2 3 that an environmental impact statement, or EIS, will 4 be prepared for any proposed license renewal of 5 nuclear plants. 6 In preparing an environmental 7 statement the NRC conducts a scoping process. 8 purpose of this scoping process is to identify any 9 important issues, and information, to be analyzed in 10 depth during our review. We are now in the scoping process for 11 12 Shearon Harris, here today, gathering and are information, and collecting public comments on the 13 14 scope of our review. Simply put, what special issues should the 15 Staff consider in preparing the environmental impact 16 statement for the license renewal of Shearon Harris. 17 In that framework I want to provide an 18 19 overview of the environmental review. In the 1990s the NRC staff developed a generic environmental impact 20 statement, or GEIS. 21 The GEIS documented the environmental 22 impacts of renewing the operating licenses for all the 23 24 nuclear power plants in the nation. As a result of

that analysis the NRC was able to conclude that

1 several environmental issues were common, or similar, 2 to all nuclear power plants. 3 The environmental impact associated with 4 those issues was a small impact at all sites. The NRC 5 Staff, in our review, would also evaluate any new and 6 significant information that might call into question 7 the conclusions that were previously reached in the 8 GEIS. Now, the NRC also concluded that there are 9 several issues to which a generic determination, or 10 conclusion, could not be reached. And for these 11 issues 12 will prepare a site specific the NRCsupplemental environmental impact statement, or SEIS, 13 14 which is a supplement. 15 And that is the reason we are here today 16 requesting your comments on the scope of the site 17 specific environmental impact statement for Shearon Harris. 18 19 I want to explain, and give an mean by an 20 example of what I issue that generically dispositioned, and another issue that we 21 believe that it is not the same at all plants, so a 22 site specific additional review is needed. 23 24 An example of what we consider a generic

issue is bird collisions with cooling towers.

collisions have not been found to be a problem at operating nuclear power plants, and are not expected to be a problem during the license renewal term. It is an issue that was dispositioned as generic. In our review we will conduct an evaluation to see if there is any new and significant information that might call into question that conclusion.

As for site specific issue, an example is impacts on threatened or endangered species. Continued operation is not expected to adversely affect, threaten, or endanger, species. However, consultation with appropriate agencies is needed at the time of the license renewal, to determine whether threatened, or endangered species, are present and whether they would be adversely affected. So this is an issue that would be included in our site specific supplement.

When the review is completed, the GEIS, and the site specific supplemental environmental impact, will be the complete record of the environmental review.

This diagram shows the subject areas that we will be looking at, and we will be evaluating in our site specific environmental impact statement for Shearon Harris. We have some of them listed here, and

are included in your slides.

So how does the public provide input for the decisionmaking? This diagram shows some of the inputs that are used for the license renewal decision. Today we are here soliciting your comments on the scope of the environmental review, and we will consider all comments, received during the scoping, in developing the draft supplemental environmental impact statement.

Also, there is an opportunity to request a hearing, right here at the bottom. The opportunity for a hearing closes on May 19, 2007. And additional information about the hearing process is attached to the handouts that you received at the registration table.

Specifically, if you look at the Federal Register Notice, there is additional information on how to request a hearing in the proceedings.

Now, I would like to clarify that the hearing opportunity, and the public comments on the scope of the environmental review, are two different processes. Today we are accepting your comments on the scope of an environmental review.

So how do you provide your comments? You can do it here, during our comment portion of the

If you are not ready to provide a comment 1 meeting. today, you can send us your comment via regular mail, 2 3 or you can also send your comment via email. 4 The special address that we have set up in 5 the NRC, for receiving comments on the scoping of the environmental review for Shearon 6 Harris, is 7 ShearonHarrisEIS@nrc.gov. 8 Also you can deliver your comments, 9 person, if you wish to. Or you can provide your written comment, today, to us. 10 I want to point out that the scoping commend period ends on May 19th of 11 So we would appreciate it if you could send your '07. 12 comments, if you have any, by that date. 13 14 I want to give you some information about the overall review schedule. All this information is 15 provided in your handouts, so I won't bore you going 16 17 all over them. But all of these items, highlighted in yellow here, opportunities for public 18 are the 19 involvement. Right now we are in the scoping process. 20 The scoping process closes on May 19th, 2007. Also we 21 have an opportunity to request a hearing. 22 opportunity to request a hearing closes in May 19th. 23 24 As I told you, earlier, there is more

detailed information in your handouts about that

process.

We expect to issue a scoping summary report in July of '07. In that report we will have the summary of all the issues that were brought up during scoping. If you provided your address at the registration table, we will make sure that you receive a copy of that summary.

After that we expect to publish the draft environmental impact statement in December of '07.

And that document will be up for a period of public comment of 75 days. And we will have another meeting, here, to request your comments on the draft environmental impact statement.

We expect to conduct the public meeting somewhere around January of '08. We anticipate issuing the final supplemental environmental impact statement in August of 2008.

This is some additional information. If you have any question about what was said, here today, or you need information you might find useful to submit your comments, you can call people listed here, for information.

Also, as previously mentioned, the license renewal application, and the environmental report, submitted by the applicant, are available in these two

In these local libraries you will also be able to inspect the scoping summary report, the draft environmental impact statement, the safety evaluation report, and the final supplemental environmental impact statement, once the NRC staff issues these documents.

And you can also go to the NRC website and find information. If you have any problem locating any document, in the NRC website, you can call any one of us, and we will make sure you obtain the information you are looking for.

And that concludes my remarks. Thank you.

FACILITATOR RAKOVAN: Thanks, guys.

Does anyone have any clarifying comments on the presentations, before we turn things over to the comments?

(No response.)

FACILITATOR RAKOVAN: I don't see any hands. If you did, the NRC employees will be hanging around after the meeting, so if you had something that you wanted to speak with them, specifically about, there will be a number of people that you can grab.

I'm going to go ahead and go to the cards that I have, in terms of the people who have signed up

1 to speak. I'm going to start things up with Mayor Dick Sears, from Holly Springs, North Carolina. 2 3 Why don't you come to the podium up here, 4 and that way people can see you. That microphone is kind of in the dark, and it is next to the pillar. 5 Well, if you would rather, that is okay, too. 6 7 MAYOR SEARS: Hi, there. I'm Mayor Dick 8 Sears, of Holly Springs. This town, as you well know, 9 is the closest town to the plant. And I'm pleased to support, pleased to support, Progress Energy's request 10 for license renewal. 11 Briefly, which is difficult for mayors, 12 the reasons behind that would include I met with both 13 14 of these gentlemen, several months ago, and we talked about this in detail. 15 The plant has been part of our area, now, 16 17 for almost 20 years. And, in my opinion, they have efficient, supplied safe, reliable, and 18 clean 19 electricity to our town, region, and state. We also have several members of their 20 staff living in Holly Springs, which we are very proud 21 And I enjoy a very close, personal relationship 22 with the Progress Energy team. 23 24 I have toured the plant at least four to five times, the total plant, inside, out, the whole 25

	fille yards. And I, personally, am very preased and
2	comfortable with their safety precautions.
3	I would also encourage any elected
4	officials who might be here, or others, to do the same
5	thing that I have done, take a look at the plant, go
6	through the whole thing, you will be impressed.
7	And, in summary, due to the rapid growth
8	in our area, in particular Holly Springs, we are
9	moving in 2.7 families every day. We need Shearon
10	Harris and we need the electricity.
11	We also need roads, which is another
12	subject that we will talk about at a different time,
13	for the traffic that all these people bring to our
14	area.
15	So, again, I support the license renewal
16	program for Progress Energy, and thank you for your
17	time. That was brief.
18	FACILITATOR RAKOVAN: Thank you, Mayor
19	Sears. I had a number of people who requested that
20	they could go early, so I'm going to try to allow
21	those people to comment first.
22	I have Gina Dean, from the NAACP. Are you
23	ready, Ms. Dean?
24	MS. DEAN: Good evening, and thank you so
25	much for granting that request. I have a little one
l	

1 and, you know, school is 7:50 in the morning, but we 2 have tried to do our homework in the back. 3 My name is Gina Dean, and I'm the state 4 advisor for the NAACP for the State of North Carolina. 5 And I represent over 3,000 young people, including a My 11 month old is somewhere around here, 6 zero to 25. 7 and we want you to have a good, quiet meeting. 8 And I coordinate, in your service area, 9 the young people and, of course, across the state. And it has been a pleasure to work with Progress 10 Energy employees since 1999, if my memory serves 11 correct, and I have worked with many. 12 We have had the opportunity to visit, any 13 14 time we wanted to go to the Shearon Harris plant it 15 has been open to us, for the community leaders. course it is not an open highway, everybody can't qo. 16 17 But if you are a community leader they have deemed it okay for us to go. And we have been 18 19 excited that every state conference president of the NAACP has visited, and has seen it to be okay. 20 We have just been impressed with the 21 diversity initiatives that Progress Energy has shown 22 us, as well as their relationships with the community. 23 24 And so it is with great pleasure that I lend our support, and the NAACP, and to the Harris plant, but 25

1	in short, we have the confidence that will tend to the
2	growth, and everything else, as they always have, and
3	will continue to do.
4	Thank you so much for this opportunity,
5	and have a great rest of the meeting. I do have to
6	leave, but it is no disrespect to your work. Thank
7	you. Say bye.
8	FACILITATOR RAKOVAN: Thank you, Ms. Dean.
9	Ann Turnbill.
10	MS. TURNBILL: Good evening. I'm Ann
11	Turnbill, and I'm a resident of Wake County, and have
12	been, since 1985. I'm a mother of a fabulous six year
13	old, and a customer of Progress Energy.
14	Whether we realize it or not, Progress
15	Energy touches all of our lives. Not just when we
16	flip on the light switch, or drive down the street at
17	night, but they are a member of our community, and an
18	excellent corporate citizen.
19	If you are not aware, Progress Energy
20	supports this community in many, many ways. And I
21	know this because I do some volunteer work with my
22	PTA, through my son's school, and through other
23	educational programs and organizations.
24	They are a generous supporter of public
25	education, and they demonstrate a true, true

commitment to the high quality that we experience here 1 in Wake County. 2 3 And we are just very fortunate that we 4 live in Wake County, in experiencing the growth, and 5 the prosperity here. And having said that, I would like to tell you that I hope that you grant the 6 7 renewal for the license for the Shearon Harris nuclear 8 plant so we can continue to grow and prosper in Wake 9 County. Thank you. 10 FACILITATOR RAKOVAN: Thank you, Ms. Turnbill. I have a Mr. Lee Craig, from North Carolina 11 State University. 12 My name is Lee Craiq, and I'm 13 MR. CRAIG: 14 a professor of economics at North Carolina State University. You know, when they send a professor of 15 economics to the podium, the excitement level is going 16 to drop from the earlier presentations. 17 I can speak until heads start hitting the 18 19 table, but I've already done that twice today, so I will be brief this evening. 20 I'm here representing my colleague, Dr. 21 Edward Erickson, who in 2005 conducted an economic 22 impact study of Progress Energy's Shearon Harris 23 24 nuclear plant. Unfortunately Dr. Erickson is out of the 25

1 country and cannot speak this evening. As I just mentioned, my report tonight summarizes an economic 2 impact study. 3 4 There are two ways in which one can 5 interpret an economic impact study of this type. way is to interpret it in a way that would let us view 6 7 and answer the following question. 8 Holding all other economic variables 9 constant, what does the plant in question contribute 10 to the local economy? Another way to interpret a study like this would be to see it as an answer to a 11 slightly different, but related, question. 12 Which is, if this plant had never been 13 14 constructed, or if it were to be closed, or otherwise 15 go missing, then how would that impact the local 16 economy? 17 Although the impact estimates are the same, in either case, I find that thinking about, and 18 19 discussing the issue in both ways, helps to better understand exactly what the impact figures are telling 20 21 us. economic 22 impact report that summarizing contains at least five key economic 23 One, the value of economic 24 indicators. These are:

output; two, employment; three, personal income, which

1 is to say primarily wages and salaries; four, all 2 other income; and five, tax revenues. 3 As of calendar year 2005 Dr. Erickson 4 estimates that the Shearon Harris plant generates the 5 following economic impacts for these five categories. The plant generates roughly 700 million 6 7 dollars in economic output. The plant supports more than 2,100 jobs in the Triangle region. 8 The plant 9 generates 86 million dollars in personal income, and nearly 40 million dollars in other income. 10 And the report estimates that the plant 11 generates roughly ten million dollars in indirect 12 business taxes, which in North Carolina are largely 13 14 sale taxes, and 20 million dollars in property taxes. In concluding this summary I offer one 15 additional and final impact, which was estimated in 16 the report. At current property tax rates, in the 17 Triangle Region, the property value required to 18 19 qenerate 20 million dollars in property taxes is approximately 2.8 billion dollars, which is greater 20 than one percent of the value of the assessed property 21 in the Triangle, at the time of the study. 22 Thank you. 23 24 FACILITATOR RAKOVAN: Thank you, Herman Jaffe, you want to go later? 25 Professor. Okay,

1 we can do that. Lou Ebert. 2 MR. EBERT: Good evening, and thank you. 3 My name is Lou Ebert, I'm the president of the North 4 Carolina State Chamber of Commerce. 5 I'm pleased to stand here tonight Progress application 6 support of Energy's for 7 reauthorizing the Shearon Harris plant. The State Chamber, the North Carolina 8 9 Chamber, and its 25,000 members across the state, support a growing and competitive economy, 10 creates opportunities for all North Carolina citizens. 11 As the fourth fastest growing state in 12 America, and the tenth largest state in the country, 13 14 business needs reliable, affordable, and clean energy, to compete, to create jobs, and drive the continued 15 economic growth of our state. 16 17 There are many reasons that make our state the envy of most in the country. Maintaining and 18 19 improving our competitive position, as a state, is the primary mission of the North Carolina Chamber. 20 And the competition to grow jobs, 21 expand, costs matter. Energy drives North Carolina 22 23 business, it drives our economy, and creates 24 opportunities for all of us.

In our quest to make North Carolina a

1 leader among states, and a competitor among nations, 2 I'm pleased to stand here tonight in support of 3 reauthorizing this plant well into the future. 4 you. 5 FACILITATOR RAKOVAN: Thank you, Mr. I'd like to thank all the commenters so far 6 7 for, you know, keeping your comments concise and 8 making sure that we have time to get to the stack that 9 I have. Next I have John Rukavina, the director of 10 public safety for Wake County. 11 Thank you, and good 12 MR. RUKAVINA: evening, ladies and gentlemen. I'm John Rukavina, I'm 13 14 director of public safety for Wake County, and I'm 15 here to tell you, a little bit, about the relationship 16 between CP&L and Progress Energy, and Wake County 17 public safety since the establishment of the Shearon Harris plant. 18 19 Wake County is responsible for emergency and crisis response planning, in the county, including 20 the planning and exercise functions required by the 21 Regulatory Commission, 22 Nuclear and by FEMA, in connection with the operation of the Shearon Harris 23 24 plant. 25 Progress has, and currently

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provides, contractual financial support to Wake County for the conduct of those activities, including support of an emergency planner, who is dedicated to maintaining the emergency plans in connection with Shearon Harris response, and in working with units of local government, and other interested agencies, in maintaining their readiness.

As a result of that collaborative effort we have, and by we I mean both Wake County and

As a result of that collaborative effort we have, and by we I mean both Wake County and Progress Energy, have consistently met NRC and FEMA standards for emergency or crisis response in the case of Shearon Harris operation.

That has not been the result of any actual emergency, but as a result of semiannual evaluation of full scale exercises of both the Wake County emergency operations center, and field activities in connection with exercising the Shearon Harris emergency response plan.

In those years when we don't do a full scale activity we also conduct an exercise that is limited to operation from our emergency operation center.

So every year in April and, in fact, our most recent exercise was within the past two weeks, we exercise our plan and make sure that our

1 communications equipment, and our means of operating with other community agencies meet the requirements of 2 3 those plans. 4 And, again, every other year, when we do 5 larger scale test, we work closely with our neighboring counties in making sure, again, that we 6 exercise our plans, and that any issues or improvement 7 8 opportunities that are brought to our attention are 9 taken care of. 10 We expect that that relationship will continue, and we look forward to working with Progress 11 Energy in maintaining those emergency response plans, 12 and exercising them so that if something were to occur 13 14 we would be ready to respond appropriately in the 15 interest of the community. Thank you. 16 FACILITATOR RAKOVAN: Thank you, sir. Marvin Furman. 17 My name is Marvin Furman, I'm MR. FURMAN: 18 19 a new resident of Wake County, and I'm sorry to say, when I moved down here I didn't know there was a 20 nuclear power plant 20 miles from where I live, which 21 I'm very disappointed in. 22 And to tell you the truth I feel like 23 24 General Custer at Little Big Horn, right now. 25 supposed to get a laugh on that one.

Anyway, I want to talk about the safety issue. And I'm not talking about nuclear meltdowns, and we can forget about the adverse environmental factors, and we also can forget about the terrorist factor here.

What I'm talking about is that if you have parents who live in this area, and you have children, your children are in danger of getting leukemia. There is a better chance they will get leukemia because there is a nuclear power plant here.

And I have pulled evidence off the internet to show this here, and I will just point out that there is so much evidence on this here, and I'm only going to point out two things to you.

First I'm going to tell you that Canada, France, Germany, and the Soviet Union, there were high incidence of leukemia in the proximity of nuclear power plant among children.

And another example of evidence that I'm going to give you, is that SEER, that is surveillance and epidemiology and end result program, of the United States Center for Disease Control and Prevention, came out with figures that from 1975, to 2000, cancer rates in children, near nuclear power plants, went up 40 percent.

1	If you are a parent, but more important
2	Mayor are you here? Do you have grandchildren? Are
3	you concerned about your grandchildren? Okay, think
4	about that, look it up. Those children are in danger
5	I'm telling you. Wake up.
6	FACILITATOR RAKOVAN: Thank you, sir.
7	Next up I have Sandy Jordan, from the Cary Chamber of
8	Commerce.
9	MR. JORDAN: Thank you. My name is Sandy
10	Jordan, I'm vice president of economic development for
11	the Cary Chamber of Commerce.
12	Cary, and many of the other communities,
13	that are here in the Triangle, have long been
14	recognized as some of the most desirable places in
15	which to live, and work, in our nation.
16	We have experienced quality sustainable
17	growth that is the envy of many other communities.
18	The local investment by companies, that are moving
19	here, and the jobs that they are creating for our
20	growing population, have done much to enhance the
21	quality of life that all of us appreciate and enjoy.
22	Key to that past growth, and to its
23	sustainability, as we move forward, has been, and will
24	continue to be, an adequate supply of quality power.

The ability to meet our electrical demands is

1 critical. 2 If we cannot say, with certainty, that an 3 adequate supply of electrical power is available, we 4 will no longer be able to attract these investments, 5 and new jobs to our area. For 20 years the Shearon Harris nuclear 6 7 plant has helped provide the region with reliable electrical energy. It is a facility that has operated 8 9 safely, and efficiently, during those 20 years, and is extremely important, as our region looks to its future 10 prosperity. 11 Accordingly I would ask the Commission to 12 positively license renewal 13 act the 14 requested by Progress Energy. Thank you. 15 FACILITATOR RAKOVAN: Thank you, sir. Next up Mr. Bernie Hodges. 16 MR. HODGES: Good evening. 17 Thank you to the nuclear regulators who are here, that are giving 18 19 me a chance to make a few comments tonight. 20 My name is Bernie Hodges, I'm a long time residential and large industrial customer of Progress 21 I'm president of a textile company in North 22 Energy. 23 Carolina, Wade Manufacturing Company.

My company is being asked to compete in a large

We operate in Anson and Richmond Counties.

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international market and environment. 1 The game has changed rapidly in the last few years. 2 The cost of electricity is one of the few areas 3 have we 4 advantage over foreign competition. 5 Electricity is cheaper, and more 6 dependable, in the United States than in overseas 7 locations. We certainly want to retain that cost 8 advantage. 9 Our plants are in rural North Carolina, 10 all manufacturing jobs are meaningful in those areas. For an electrical utility nuclear power is the lowest 11 cost source of generating electricity on a large 12 scale. 13 14 I wish Progress Energy had more nuclear generated electricity. Without the cost of nuclear 15 16 generated electricity averaged into the overall cost 17 of all electricity generated by Progress Energy, the force cost would some industrial manufacturing 18 19 companies to shut their doors, or relocate to areas with competitive electricity costs. 20 In addition, it is my belief that there is 21 less environmental pollution from nuclear generation 22 than a coal fired, or natural gas fired electricity 23 24 generation source.

There are no air pollutants being emitted.

1 In an age where global warming appears a real issue, 2 certainly nuclear power is the correct means of 3 electricity generation for the future. 4 I am not aware of any environmental or 5 safety issues caused by the Shearon Harris plant. I believe the past record, and rules and regulations 6 7 that the plant operates under, are evidence of a well run and properly regulated facility. 8 I simply believe the word nuclear has bad 9 10 connotations. I wish we could change the word. certainly believe the majority of homeowners 11 and industrial customers 12 the lowest for want rate electricity. 13 14 Т further believe t.hat. all Nort.h 15 Carolinians want to do our best to save manufacturing 16 jobs in our state. For these reasons I support and 17 strongly encourage the office of Nuclear Reactor Regulation, to fully investigate and extend 18 19 requested operating license for the Shearon Harris plant. Thank you. 20 FACILITATOR RAKOVAN: Thank you, Mr. 21 Hilda Pinnix-Ragland. 22 Hodges. MS. PINNIX-RAGLAND: Thank you, and thanks 23 24 for allowing all of us an opportunity to speak on behalf of the Shearon Harris plant, those that are for 25

it, and those that are against it.

Naturally I'm for it. I'm the vice president of the northern region for Progress Energy, and it covers 16 counties, and central and northern North Carolina, covering about 500,000 customers.

Once the Shearon Harris plant generates electricity, I have the opportunity of overseeing the part of the company that transmits that electricity, or distributes that electricity to our commercial, our industrial, and our residential customers.

And we always want to make sure that we have abundant supply of electricity that will serve our homes and our businesses. We need a reliable 24/7 flow of power to meet the energy needs for everyone, and especially for the hospitals, for the fire and police departments.

And, of course, for our wonderful industrial customers who can often only, actually, cannot take a flicker of a light. They need continuous power.

The Harris plant is an important, no, it is an essential part of our balanced solution to meeting those customer needs. We are applying to renew the Harris plant's operating license, because it is our responsibility to meet the needs of our

1 customers today, as well as meet the needs of our 2 customers tomorrow. 3 And we have an obligation, from the North 4 Carolina Utilities Commission, to meet that need in 5 the most cost-effective, environmentally responsible 6 way. 7 And we believe that the Harris plant is the lowest cost option, it produces no greenhouse 8 9 gases that contribute to global climate change. of course, we are not just mindful of producing the 10 power, and meeting the needs of our customers. 11 We are also very mindful of our community. 12 started the Energy Neighbor Fund, 13 we 14 contributing more than 16 million dollars since 1982 15 to help those customers who can't afford to pay their electric bills. 16 17 And just in 2002 we contributed over 12 million dollars to support education, to promote 18 19 economic development, and to protect our environment. We have over 10,000 employees who are in and out of 20 these communities every day. 21 We also contributed from a tax revenue. 22 When you think about it, in 2006, over 15 million 23 24 dollars was given for this greater Wake County

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community, for tax revenues.

1 Seven point four million was directly linked to the Harris plant. So, yes, we are part of 2 3 the community, we have been here for a long time. 4 I do thank you for this opportunity, and 5 I do want to let everyone know that we received 13 favorable resolutions from our organizations, those 6 7 are the chambers, the Urban League, and many others 8 throughout our community. Thanks again. 9 FACILITATOR RAKOVAN: Thank you, Ms. 10 Ragland. Mr. Jaffe, are you ready to speak now? right, we will keep moving you down. 11 Rooks, from Elizabeth the Research 12 Triangle Foundation. 13 14 MS. ROOKS: Good evening. My name is Elizabeth Rooks, I'm executive vice president for the 15 Research Triangle Foundation. 16 17 The Research Triangle Foundation is the developer of the Research Triangle Park, a 7,000 acre 18 19 science park, which houses 157 companies, and over 20 million square feet of buildings, and employs more 20 than 39,000 people. 21 RTF has been a major economic engine for 22 the Triangle area, and for North Carolina as a whole. 23 24 Provision of adequate, clean, cost-effective, reliable electricity is crucial to the maintenance, and future 25

1 expansion, of companies in RTP. For these reasons we support the license 2 3 renewal of the Harris plant. Thank you. 4 FACILITATOR RAKOVAN: Thank you, Ms. 5 William D. Lynch, from the People's Channel. MR. LYNCH: Hi, I'm actually videotaping 6 7 this for the People's Channel but, right now, I'm not representing the People's Channel. 8 9 Why are you all here? Are your heads tired, a lot of science, politics, economics? 10 be because I'm a new resident to Chatham County, who 11 is anti-nuclear, but is also curious about the whole 12 issue, which isn't just are you against or for the 13 14 plant, the renewal, another plant. 15 Are you scared of the plant, are you wanting the plant? Or maybe because this opportunity 16 to come to a meeting, to speak with the NRC, to speak 17 with and listen to other community members who are 18 19 very well versed in what their agenda is, to present to the public. 20 What of public's 21 Ι have seen the discussion of the issue is impassioned, 22 desperate perhaps, fearful, and unfortunately not as informed as 23 we could be. 24 I like to put the onus, the responsibility 25

1 on the public, on us, to figure an issue. I worked for ABC News for many years. That doesn't mean a 2 3 I have the benefit of their library, and when 4 Three Mile Island happened, and when the arms build-up 5 in the '80s happened, I got involved in the antinuclear movement, and the anti-weapons movement. 6 7 But I realized, when somebody said to me, 8 on the street, handing out a leaflet, you don't know 9 what you are talking about. All the literature out there is a lot to read, isn't it? 10 But to study the beast, or the benefit, is 11 something we must do, right? That is why we are here. 12 is really serious. People joke. Like I was 13 14 talking with one of the engineers from the NRC about 15 the Simpsons being something that jokes about glowing reactors, and all this. 16 17 This is true. Why is this? Because are we scared of our ignorance of the issue, are we scared 18 19 of the potential? When I drive across 64, and I see the cooling tower steaming away, and think of all the 20 people boating, and having fun in the lake, and just 21 the risk that exists, that is a gut fear. 22 Apex had the chemical fire, Three Mile 23 24 Island had their thing, Love Canal had their thing,

Virginia Tech had their thing.

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The unexpected can

happen.

And that is why I'm actually more in the side of the military running plants than commercial ventures, because of the risk of profit overriding safety.

But thank God the NRC is there, and that there are people who oversight, and that there is oversight, and there is review. But as we know, from Katrina, as we know from so many things, it is not enough.

The responsibility is on us. As Progress Energy rate payers, as future rate payers if there is a new plant, as parents, citizens, Americans, taxpayers.

I registered as a republican today, just so that I can come and say, I'm a republican for viewing the nuclear plant. My wife will kill me, I don't care, it is just kind of a joke to me, democrat, independent, republican, it doesn't matter.

A suit, regular clothes, we are all in the same boat. So I don't have anything, really, to say, other than start reading, start talking to your friends and neighbors, start thinking non-partisan, about this issue.

Because it is that important. The fire

1	safety issues, the bizarre potential of an evacuation
2	being jammed up, and any kind of a reaction to get
3	away from an accident to me is crazy.
4	But I have a lot more to learn about it.
5	It is easy to say stuff. People talk a lot, there is
6	not much real dialogue. American Idol is what people
7	watch, isn't it? But do they watch the news, do they
8	stay with an issue?
9	I hope that everybody leaves here,
10	tonight, with a different perspective. It is not
11	about who is sitting here, or sitting there, or
12	talking. It is what do we do at this point in our
13	history about our energy use, and the safe development
14	of it.
15	Because this place is developing, North
16	Carolina, the country, at an incredible rate. And is
17	nuclear going to be one of the answers? Thank you.
18	FACILITATOR RAKOVAN: Thank you, Mr.
19	Lynch. Ed Bonner, from Caldwell Banker.
20	MR. BONNER: Hello. My name is Ed Bonner,
21	and I'm a member of the Board of Directors of the
22	Raleigh Chamber of Commerce.
23	And I would like to respectfully submit,
24	for the record, a resolution passed unanimously, by
25	the general membership of the Raleigh Chamber,

supporting the extension of Progress Energy's license to operate the Shearon Harris nuclear plant.

Without reading the entire resolution we support the license extension based on renewing the Harris plant's license will ensure Progress Energy can continue to meet the growing Triangle area's need for electricity in a safe, efficient, and affordable manner.

The Harris plant provides electricity to more than 55,000 residents, and businesses, in the Triangle. The Harris plant has been operating for 18 years and, over that time, has consistently been ranked, by its peers, as among the top nuclear plants in the country, in terms of safety, production, and cost.

Progress Energy has a 35 year track record of operating nuclear plants safely, and securely. The Harris plant continuously updates equipment, and undergoes constant oversight and scrutiny by the Nuclear Regulatory Commission.

And, finally, Progress Energy's commitment to our community. The membership of our chamber recognizes that extending the operating license of the Harris plant is an important part of meeting our community's growing electricity needs, and asks this

1 Commission to extend the license of the Shearon Harris 2 nuclear plant. Thank you very much for your time. 3 FACILITATOR RAKOVAN: Thank you, Mr. 4 Bonner. Scott Lasell, from the American Nuclear 5 Society. MR. LASELL: Good evening. My name is 6 7 Scott Lasell, and I'd like to thank you for having the opportunity to speak this evening. 8 I'm the Chairman of the Eastern Carolina 9 Section of the American Nuclear Society. And I have 10 been employed as a staff member in the Department of 11 Nuclear Engineering at NC State, since 2000, and I 12 have been in the nuclear field since 1994. 13 14 I entered my profession because I believe that nuclear technology provides many benefits to our 15 society, and improves our quality of life. 16 17 believe, from many years of interactions with nuclear professionals, from Progress Energy and the NRC, that 18 19 nuclear technology is being used safely for the generation of power here in North Carolina. 20 I would, therefore, like to go on record 21 as supporting the relicensing of the Shearon Harris 22 plant, by the NRC, because I believe that nuclear 23 24 energy is a reliable and environmentally sound, and

above all else, a safe form of power generation.

In my 12 years of experience, working at three different nuclear research reactor facilities, I have been continually impressed with the dedication and commitment of the nuclear professionals with whom I have come in contact. This includes the scientists and staff responsible for the operation and utilization of the facilities, and the NRC inspectors, and examiners, that regularly visit the facility, to assure the safe operation, and regulatory compliance.

In the past three years I have had the opportunity to become involved with the local section of the American Nuclear Society. In the numerous society functions and meetings I have attended, I have interacted extensively with personnel from Progress Energy, both from the corporate offices, and the Harris plant.

Without exception I have found these professional men and women to be of the highest caliber, possessing a good questioning attitude, and ensuring understanding of the technical concepts presented at section meetings.

Their strong commitment to their profession, and to excellence and safety in nuclear plant operations, is evident.

1	So, to summarize, my professional
2	experience has given me an appreciation of the clear
3	benefits of nuclear technology. And, as importantly,
4	trust and respect for the people that are responsible
5	for ensuring its safe deployment and utilization here
6	in North Carolina.
7	In closing I simply ask the NRC to
8	carefully and thoughtfully execute your
9	responsibilities as related to the renewal of the
10	Harris plant license, and support the ongoing
11	generation of electricity with nuclear power. Thank
12	you.
13	FACILITATOR RAKOVAN: Thank you, Mr.
14	Lasell. Tony Gurley, from the Wake County government
15	MR. GURLEY: Good evening. I'm Tony
16	Gurley, currently serving as Chairman of the Wake
17	County Board of Commissioners.
18	You heard, earlier, from John Rukavina,
19	our public safety director. I would like to express
20	my personal support for the license renewal for
21	Progress Energy's Shearon Harris facility.
22	My responsibility as a county commissioner
23	is to prepare for the growth in our county, while
24	improving the quality of life for all citizens. I
25	have found Progress Energy to be a willing and capable

partner in my efforts, over the past five years. 1 2 Energy, through its capable Progress 3 employees, have contributed in a very positive manner, 4 as a responsible corporate citizen. Most importantly 5 the services and the energy produced by Progress Energy are needed and are essential to the continued 6 7 growth of this area. I'm proud to offer my support and gladly 8 offer my thanks for the many contributions from 9 10 Progress Energy to the citizens of Wake County. 11 you. 12 FACILITATOR RAKOVAN: Thank you, Mr. I have one person who said that she may or 13 14 may not want to speak. Donna Alexander, yeah or nay? 15 All right, it looks like it is a yeah. MS. ALEXANDER: Good evening. 16 My name is 17 Donna Alexander, and I'm a Progress Energy employee. I have been with the company for 25 years. 18 19 been a very long and rewarding career. And I'm a native of the area. 20 T have worked in many different facets, from engineering to 21 quality assurance, regulation affairs, licensing ops, 22 and I'm now responsible for the environmental and 23 24 chemistry area. I am -- I can personally attest to the 25

1 company's commitment to the environmental protection, radiological and non-radiological 2 from 3 programs. 4 I am proud to work with a dedicated team 5 of individuals at the plant. Many long time employees that provide the essential energy for the area. 6 7 I can say that decisions made at the plant safety is considered first and foremost in all decisions that 8 9 are made, both personal safety and nuclear safety. 10 And I'm excited to be a part of extended operating license for the Harris plant. 11 FACILITATOR RAKOVAN: Thank you, Ms. 12 Mr. Jaffe, that was the last card I had 13 14 except for yours. 15 I appreciate that. MR. JAFFE: Herman 16 Jaffe, Apex, North Carolina. I made a few comments earlier this afternoon. I would like to enlarge on 17 them a little bit, since I learned, by coming here 18 19 this afternoon, that Shearon Harris and the News Observer article I was going by, that limited the 20 items open for discussion, NRC is open to 21 environmental input. 22 The newspaper article stated that Shearon 23 24 Harris supplies 12 percent of Progress Energy's That is a small amount when I look at 25 capacity now.

the study done for the North Carolina State Utility Commission, as directed by the State.

The study states that we can get ten percent of our electric needs from solar and wind if we develop them. The associate, Mr. Jonathan Winter, also agreed with me that the new environmentally sound compact fluorescent light bulbs, now on the market, will reduce demand by at least 25 percent over the next few years.

Progress, two years ago, reported capacity on hand to us through 2016, with no increase in capacity needed. Now you take these numbers, and they tell us that we really don't need Shearon Harris, or any other nuclear or coal plants at this time.

By 2016 California's public gas and electric, which is one of the largest, if not the largest in the United States, is instituting a program, right now, to boost electric car power for the grid, on demand, and will be in operation within the next four or five years.

They are planning on using something like the new Honda electric car that is due for sale to the public in 2009. You can read about this in this article here, in the newspaper, but you folks don't get this kind of newspaper, it is a weekly that goes

1 out world-wide, it is called the Epic Times. 2 That is why this is not the time consider a license extension, as I said earlier. 3 4 Progress should be spending time studying places like 5 Wakeland, Florida's utility plant, where they have leasing solar hot water heaters to their rate payers. 6 7 There are several other reasons, I said, that let's us want to consider not the extension at 8 9 this time, but to wait ten years. We may be, by that time, considering shutting Shearon Harris down, and 10 that is a fact of life. 11 I know I heard about 11 people praising 12 Progress Energy to the hilt, and I can appreciate why. 13 14 But, you know, the world changes, things change, and 15 it is time that you guys got out there and looked a little bit beyond your rose colored lenses. 16 I thank you for your consideration and I 17 would like to speak to that gentleman who was so 18 19 concerned about the children. Thank you. FACILITATOR RAKOVAN: Thank you, sir. 20 Thank you for attending both of our meetings. You are 21 one of the few that did. 22 That is the last yellow card that I have. 23 24 I wanted to open things up for those -- okay, if you want to speak, please come up. If you could introduce 25

1 yourself and let us know if you are with any sort of group, or affiliation? 2 MS. CLEMENTS: Good evening, and thank you 3 4 for the opportunity to speak tonight. My name is 5 Jackie Clements, I'm a retired employee of Progress I retired in 2005, after 32 years of service. 6 7 And I'm here to personally attest to my 8 complete confidence and trust in the ability of 9 Progress Energy to continue to operate the Shearon 10 Harris plant, which we need, in the most reliable, efficient operation. 11 I have worked with the management teams, 12 and employees of the Shearon Harris plant, during the 13 14 construction of the plant, as well as after it went 15 into commercial operation. As Ms. Alexander spoke to, I can also 16 17 attest to being a part of seeing, first-hand the conservative decisionmaking that is used in 18 19 nuclear safety programs to ensure the highest degree of safety to employees, the plant, and the public. 20 My husband and I, after having different 21 assignments in other states, moved back to North 22 Carolina, and chose to locate in Apex, North Carolina. 23 24 I currently volunteer in the emergency department in

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a local hospital.

1	And when nuclear power is brought up I
2	have the opportunity to talk with residents, and I
3	tell them, and I'm genuine in saying this, if there
4	were a natural disaster, the first place I would want
5	to be would be inside the containment building at the
6	Shearon Harris nuclear power plant.
7	I appreciate the opportunity to speak
8	tonight, to you. And, again, I'm in favor the license
9	renewal. We need the plant to meet customer growth.
10	It is clean power.
11	The management team at Progress Energy, as
12	well as the employees, have a culture of acting with
13	integrity, and the commitment to nuclear power is
14	there on a daily basis, 24/7. Thank you very much.
15	FACILITATOR RAKOVAN: Thank you. Did you
16	want to make a statement?
17	MR. DUNCAN: Good evening, and thank you
18	for the opportunity. My name is Bob Duncan, I'm the
19	site vice president at the Harris plant.
20	On May 2nd of this year the Harris plant
21	will reach a major milestone in its history, 20 years
22	of commercial operation; 20 years of providing power
23	to our customers without incident.
24	In those 20 years of operation the Harris
25	plant has generated over 130 million megawatt hours of

1 power, enough to power over half a million homes for 20 years. 2 3 At Progress Energy we believe a balanced 4 solution is absolutely necessary for future growth. 5 That balanced solution includes demand site 6 management, energy efficiency, renewable sources, clean air technology, as well as new baseload 7 8 nuclear power plants. 9 The Harris plant is essential to meeting 10 the energy needs of our customers. And we meet those energy needs with zero greenhouse gas emissions. 11 We have very real concerns about global warning. 12 It is good for our customers, and good for 13 14 the environment, to take steps now, to ensure that the 15 Harris plant continues to be that clean air energy source well into the future. 16 Renewing the plant's license will allow us 17 to do exactly that. A recent Bisconti research 18 19 national survey determined that 85 percent of the public believes that the U.S. should use every low 20 carbon source available to generate electricity, 21 including nuclear power. 22 And I agree with DOE Assistant Secretary, 23 24 Dennis Bergen, when he stated recently: Any serious efforts

greenhouse

gases

to

stabilize

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the

in

1 atmosphere, while providing the increasing amounts of 2 energy needed for economic development and growth, requires the expanded use of nuclear energy. 3 4 That obviously includes the retention of 5 capability through this license process. 6 7 I'm here, today, representing 650 employees who work at the Harris plant, many of whom 8 are at this meeting tonight in support of the plant's 9 These are highly skilled, 10 license renewal. extensively trained professionals, who are dedicated 11 in commitment to their work. 12 Understandably these employees, including 13 14 me, are held to very high expectations by you, the We are responsible for safely operating a 15 public. nuclear reactor. And that is a huge responsibility. 16 17 We come to work, every day, with our first priority, not to simply generate electricity, but to 18 19 generate electricity in a sustainable way, ensures the health and safety of the public, and the 20 environment. 21 It is my responsibility to ensure that 22 safety for every employee, and every member of the 23 24 Safety has, and always will be, our top

priority.

1 In 2006 the Harris plant received its 2 third consecutive Institute of Nuclear Power 3 Operations Excellence Award, recognizing it as a top 4 safety performer in the entire U.S. industry. 5 We also have an obligation to produce power in a cost effective manner. The Harris plant 6 7 helps Progress Energy do that. We consistently rank high in the industry, in this category, and in the 8 9 year 2002, and 2005, the Harris plant was the lowest 10 energy provider in dollars per generated, of any nuclear plant in the country. 11 We also have a three year capacity factor 12 of well over 93 percent. That means we are on line 13 14 over 340 days of the year. We are privileged to provide power for the community, and we take that 15 responsibility very seriously. 16 17 It is important to clarify that if our application is approved, that does not give us carte 18 19 blanche to operate for an additional 20 years. have to earn that license every minute of every day, 20 by our performance. 21 We are a good neighbor, and a capable 22 corporate citizen. And we intend to preserve what has 23 24 been entrusted to us, and that is our commitment to

you.

1 Thank you, again, for this opportunity. FACILITATOR RAKOVAN: Thank you, sir. 2 3 Anyone, additionally, that has not made a comment, 4 like to come up and make a comment? 5 (No response.) 6 FACILITATOR RAKOVAN: Okay. Seeing no 7 I will introduce Rani Franovich, who is the branch chief for environmental review for license 8 9 renewal at the NRC, for a few wrap-up type items. 10 Rani? MS. FRANOVICH: Thank you, Lance. 11 I just want to take a minute and thank everyone who came and 12 offered their comments to us. This is a very 13 14 important part of our process, our review process. In the environmental review for license 15 renewal it is very helpful to us to come out to the 16 communities, listen to the people who live here, their 17 concerns, and get information from them on the 18 19 environmental impacts that we might need to consider. You are the ones who live here, you know 20 your community better than we do, so we appreciate 21 your willingness to come out to our meeting tonight. 22 I wanted to remind everyone that the 23 24 opportunity for hearing closes on May 19th, if you have any concerns that you want to proffer to the NRC 25

61 1 as contentions, please do so by May 19th. 2 And, also, the scoping comments will be received until May 19th, as well. So if you have any 3 4 comments that you would like to provide, information 5 you would like the NRC to consider in its environmental review, please provide it to us by May 6 7 19th. Also wanted to indicate that we have 8 9 public meeting feedback forms. You may have received one when you registered for the meeting out in front. 10 If you have any suggestions for how we can 11 do our meetings different, how we can do them better 12 in the future, any ideas, at all, on how we can 13 14 improve our public meetings, we would like to hear 15 from you. Please take the time to fill out the form. 16 You may leave it with a member of the NRC staff, or 17 you can take it home, fill it out later, and put it in 18 19 the mail. I think postage is prepaid. The NRC staff, members of the staff, will 20 21

The NRC staff, members of the staff, will be around for a few minutes after the meeting, if anyone would like to come and talk with us about questions you may have, we will certainly be around.

I would like to ask the NRC staff to please stand so members of the public can see who you

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1	are. These are the folks who are available to talk
2	with you, if you would like to spend a few minutes
3	with us after the meeting, we would be delighted.
4	And, with that, thank you again for
5	coming.
6	(Whereupon, at 8:22 p.m., the above-
7	entitled matter was concluded.)
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Exhibits



NRC Hearing for Harris Plant Relicensing April 18, 2007

Good afternoon. I am Nelle Hotchkiss, Senior Vice President of Corporate Relations at the North Carolina Electric Membership Corporation which provides electricity to 26 rural electric cooperatives serving over 800,000 meters across the state.

North Carolina Electric Membership Corporation is a wholesale customer of Progress Energy Carolinas. The Harris Plant is an important part of Progress Energy's energy resources. Extending the life of a well run existing plant in today's global environment of rising energy costs and environmental sensitivity provides for the continuation of emission free, reliable power at the lowest possible cost to the citizens of North Carolina including our membership.

In a broader context nuclear power is essential to a balanced portfolio for any energy company in North Carolina. North Carolina Electric Membership Corporation has interest in a nuclear plant as well and supports the continuation and development of nuclear resources in the state.

We support the relicensing of the Harris Plant and encourage the Nuclear Regulatory Commission to do so.

NRC public meeting on Harris Plant license renewal April 18, 2007 1:30 p.m. and 7 p.m.

- Thank you for this opportunity I am Hilda Pinnix-Ragland, the vice president of Progress Energy's Northern Region, which includes a 16-county area in central/northern North Carolina.
- I oversee the part of the company that is responsible for making sure our customers commercial, industrial and residential receive the electricity they need to power their homes and businesses.
- We need a reliable, 24/7 flow of power to meet the needs of all of our customers, but especially for customers like hospitals, fire and police departments, industrial customers who can't operate without the guarantee that there won't be so much as a flicker of their lights.
- The Harris Plant is an important in fact, an ESSENTIAL part of our company's balanced solution to meeting our customers' needs. We are applying to renew the Harris Plant's operating license because we have a responsibility as an electric utility to ensure we have enough electricity to meet their needs now and in the future.
- And we have an obligation under the direction of the NC Utilities Commission to meet that need in the most cost-effective, environmentally-responsible way we can.
 The nuclear power generated at the Harris Plant is the lowest cost option and it produces no greenhouse gases that contribute to global climate change.
- We also are mindful of making an impact in the communities we serve, outside of our commitment to providing power. For example:
 - Our employees and customers have contributed more than \$16 million since 1982 to the Energy Neighbor Fund – the program we started to help our customers who cannot afford to pay their power bills
 - o In 2006, Progress Energy donated more than \$12 million in 2006 to enhance education, promote economic development and protect the environment in the communities we serve, and to support initiatives and institutions important to the company's 10,000-plus employees.
 - O Progress Energy also has an important impact on the community in terms of the tax revenue we provide to the area – in Wake County alone, \$15.1 million was paid to Wake County in 2006, of which \$7.4 million was directly related to the Harris Plant. And we positively impact the economies of several other counties – Chatham, Orange, Lee, Harnett, and others – through the thousands of employees who live in all of these counties.

NRC License Extension Hearing – Shearon Harris NPP

I am David N. McNelis, a research professor at UNC in Chapel Hill with a dual appointment in the Institute for the Environment and the Department of Environmental Sciences and Engineering. At UNC, I teach courses in energy and the environment and treat both transportation fuels and systems and conventional, renewable and nuclear electricity power production. I am also an adjunct professor in the Department of Nuclear Engineering at NCSU. With my colleagues and students at NCSU we are working in a number of areas related to the nuclear power industry, i.e., non proliferation, risk assessment, spent fuel heat evolution and transmutation. This last area, transmutation or the transformation of spent nuclear fuel components into materials that are less radiotoxic, have shorter half-lives, produce less heat or are stable, reduce fissile content, and/or lessen the burden on the repository, is the area of my principal interest. My research is privately funded and includes sponsoring some of the graduate students at NCSU and a number of interacademy projects with the U.S. and the Russian Academy of Sciences.

I am here to speak in favor of extending the license for the Shearon Harris Nuclear Power Plant. The Progress Energy staff has demonstrated over the past 20+ years that it is fully capable of safely operating the facility and storing the spent assemblies in pools and in dry casks. I am convinced that they are fully capable of also preparing the assemblies for shipment when the repository or an interim storage site is available. Operationally, since 1987, Shearon Harris has increased its capacity factor from 70.52 to just over 89.16% in 2006 – a refuel outage year. It has also been uprated by the NRC in 2001 by 4.5% bringing it up to its current 900 MWe rating. The global nuclear power industry now has, according to my estimates, over 12,000 reactor years of operational experience. {~8,000 reactor years post Chernobyl}. The storage pool at Shearon Harris was originally built to store the spent fuel assemblies from the four reactors for which the site was originally designed. There is, of course, only one reactor at the site and the pool currently holds of its own fuel, again according to my estimates, less than 25% of its capacity of 8,400 assemblies and with its own fuel, will only be at approximately 75% of its capacity at the end of the relicensed period.

Shearon Harris is contributing to the provision of the base load of electricity that we, the consumers, are demanding; is contributing to our national goal of achieving energy independence; and its operation is not contributing to the tropospheric loading of green house gases. Shearon Harris is also a member of the local community. Its management communicates with and advises local and State officials on matters related to its operation; communicates with the public through its visitor's center and its outreach programs; and participates with local and State organizations in safety related drills and exercises. I have toured the facility and periodically talk with some of the plant's employees. They have earned my confidence and I am pleased to speak in support of this application to extend the license for the Harris facility for an additional 20 years.

Thank you





Shearon Harris Nuclear Plant

June 12, 2007 will be a significant day for our community. Over the last year, our region has grown by 100 new residents every day. At this rate, our MSA population should reach 1 million people on June 12!

Over the past twelve months, our area received many high rankings and accolades by leading magazines.

- Raleigh the #1 Best Place for Business and Careers, Forbes magazine
- Raleigh-Cary the #8 Fastest Growing Metro in the Nation, US Census Bureau
- Raleigh-Cary #1 Best US City for Jobs, Forbes
- Raleigh-Cary Top 50 Hottest Cities for Expanding and Relocating Companies, Expansion Magazine
- Raleigh-Durham Top Ten Tech Town, Wired Magazine
- Wake County #1 School District in the Nation for Certified Teachers, National Board of Certified Teachers
- Wake County Schools Gold Rating, Expansion Management's Education

These ratings result in dynamic economic growth in our area, and that growth requires a <u>phenomenal</u> amount of energy to meet new demand.

The Shearon Harris Nuclear Plant currently supplies power to more than 550,000 residences and businesses and provides 12 percent of the total electricity generated by PE Carolinas. The plant generates more than 7.9 million megawatt-hours of electricity and approximately \$10 million in taxes to Wake County annually.

It is a proven fact that nuclear energy produces no greenhouse gas emissions that can lead to ozone formation or acid rain. Updating of equipment and constant oversight by the Nuclear Regulatory Commission is ongoing.

Because Progress Energy has a 35-year track record of operating nuclear plants safely and securely, and has consistently been ranked among the top nuclear plants in the country in terms of safety, production and cost, the Greater Raleigh Chamber of Commerce strongly supports a 20-year operating license extension for the Shearon Harris Plant. This extension will allow the plant to operate until 2046 and continue to provide safe, efficient and economical power.

We strongly encourage you, the citizens, to support the extension as well.

President and CEO April 18, 2007

License Renewal Application for Shearon Harris Nuclear Power Plant Wednesday, April 18, 2007 – 1:30-4:30p.m.

Comments by Robert J. Ahlert

Mr. Heath, Mr. Hernandez and members of the NRC and NRR, thank you for allowing me to speak at this hearing. My name is Robert J. Ahlert. I live at 100 Cherry Laurel Drive, Clayton, North Carolina 27527. I have lived at this address since 1995 – 12 years. I serve on the Town Council and have done so for over 9 years. I am currently the Mayor Pro Tem.

Clayton is located in western Johnston County, about 20 minutes from the state capital in Raleigh. Clayton is the fastest growing town in the fastest growing county in North Carolina. The population of Clayton is over 13,000. Clayton operates it's own electric utility system that was established in 1913. We serve over 5,100 customers, and growing.

I also represent the Town of Clayton as a commissioner of the North Carolina Eastern Municipal Power Agency. The 32 member cities have a combined population of over 420,000 and serve more than 250,000 electric power customers.

In order for the Power Agency to provide electrical power to it's members it has invested in a number of Progress Energy's generating plants. The Agency owns 18.33% each of the Brunswick 1 and 2 nuclear generating plants located about 16 miles south of Wilmington, North Carolina. You recently granted an operating license renewal for these two plants. The rated capacity of these plants is 938 MW and 937 MW respectfully. The Agency owns 16.17% of the Mayo plant and 12.94% of the Roxboro plant. These are coal fired generating plants located in Person County, North Carolina. The rated capacity of these plants are 741 MW and 698 MW respectfully. The Agency owns 16.17% of the Shearon Harris nuclear generating plant located in southwestern Wake County, North Carolina, the subject of this operating license renewal hearing. The rated capacity of this plant is 900 MW.

The Agency's share of the Shearon Harris rated output is 146 MW. This represents approximately 10% of the Agency's generating capacity and 12% of it's energy requirements. The Harris plant has provided safe secure economical power to the Agency, it's members and their customers for almost 20 years.

Should the NRC/NRR not grant an operating license renewal for the Harris plant, beginning in 2027, the Agency, including the Town of Clayton, would have to purchase power from other sources to meet the needs of it's customers. Seeking other sources without the Shearon Harris output would undoubtedly direct the Agency to other higher cost fossil fuel generating plants in the southeast. This is assuming there would be transmission capacity available to deliver the power to the Agency members. In addition to the economic impact, consideration should be given to the negative impact of replacing clean nuclear power with fossil fuel power that generates greenhouse gases, carbon monoxide, sulfur dioxide, mercury and nitrogen oxides. Likewise, conservation measures would not be sufficient to offset the lost output from the Harris plant.

In closing, the Town of Clayton and the Eastern Municipal Power Agency endorse the application of Progress Energy to renew the operating license for it's Shearon Harris nuclear generating plant. Premature closing of the plant would have a negative economic impact for the more than 425,000 citizens in the Agency municipalities and the more than 250,000 electric customers they serve.

We encourage you to give favorable consideration to a safe and secure operating license renewal of the Shearon Harris plant for the economic and environmental reasons as previously stated.

I will be happy to answer any questions you might have at the appropriate time.

Thank you.

Now let me add to my earlier comments about 5H since The N. ro article limited the itemsopen for discussion and I leaved entire Today That the war is open to ensironmental input. The newspaper article stated that & H supplies 120 of progress' converty now. That is a small amount when I look at the study to tale done for the restate stilling commission as directed to the trade the 5 Tudy by La Egre assa of Baton, Mar, states that we can get 10% of our electric needs from solar and wind if we develope them, The assiste m. fonother Weiner also agreed with me that The now environmentally sound compact flowsent blubs carolle light emitting diades now on the market will reduce demand by 25 Boom the next few years, I rogers two years ago regarded capacity on hard to see us through 2016 with no increase in capacity, now you take these numbers and they tell us that we really don't need SH or any The coal or marken plant row. By 2016 Calapania Product & sprogram to locat electric cone To four the grid for peak demand will be in operation for five years They are planning on Hondas new destrie can that is due for able.
To the publicly 2009, you can read about it in This article. Hate why this is not the times time to consider a livere extension. Progress should be spending time studying Lakeland, Floreda's willity of leasing solar hot water heaters to there votespayers. These are several ressors I seed lite wait ten years to consider lieurse aftersion. We may be better off considering sporting 3. K. Hen Herk you fole His 107

Here is another system that can do it all.

The Epoch Times B5

February 26 - March 4, 2007

PG&E Eyes Power Grid Plan to Boost Electric Cars

'[PG&E aims to] recharge the

grid from the batteries during

critical peak demand periods.'

SAN FRANCISCO (Reuters)—California's biggest utility, Pacific Gas & Electric Co., is considering a plan to charge fleets of battery-powered cars overnight with wind energy and let consumers sell back some of the stored electricity during the day.

In addition to reducing oil consumption and greenhouse gas emissions from standard cars, the plan could help stoke production of plug-in hybrid electric vehicles and give power managers more energy capacity on the grid for hot summer afternoons, speakers said at a "clean technology" investment conference in San Francisco last week.

The utility, a subsidiary of PG&E Corp., "could recharge car batteries through electric outlets during the off-peak overnight hours and recharge the grid from the batteries during critical peak demand periods," Hal LaFlash, director of energy policy and planning at PG&P

In California, wind power is the biggest renewable source. with more than 2,500 megawatts. Some 4,600 megawatts of wind are projected to be added to meet the state's goal for renewable supplies, LaFlash said.

Minneapolis-based Xcel Energy also is studying smartgrid technologies and recharging hybrid electric vehicles and feeding excess power back to the grid.

A six-month study in Colorado found that electric cars may reduce the overall cost of owning a car, and with new grid technology, cut harmful vehicle emissions by up to 50 per-

Five to Six Years Away

More studies will include plug-in electric vehicle field tests, and examine management of battery charging along with the availability of renewable energy, Xcel said

A power grid-to-ear-batteries hookup, however, is probably at least five to six years away, Felix Kramer, founder of Cal-Cars, said at the cleantech conference.

CalCars is a monprofit group which has built about 20 plugins since 2004 by outfitting the Toyota Prius with new lithium-ion batteries.

Improving battery technologies to boost energy density at lower weight and cost is a hurdle, but progress on lithium ion battery packs could help develop a bigger market for plug-in cars, Kramer said.

Drivers also may have to downsize their vehicle choices. Some electric cars are likely to be small and aimed at urban dwellers who do most of their motoring in or near cities, speakers at the conference said.

Jan-Olaf Williams, chairman of Norway's TH!NK Electric Car Co., is betting he will find a market in Europe and the United States for his two-seater "city" car. The company previously had ties to Ford Motor Co..

> The company raised \$25 million in February and aims to double the funding amount by May, he said. It expects to begin production in Norway in September, with marketing focused first in Europe and then the United

PG&E's LaFlash said new "smart grid" technologies such as high-tech meters that measure electricity use via remote control and give customers timing and pricing options could help drivers charge their batteries at home or parking lots and also get a bill credit for

putting excess electricity back on the grid.

PG&E

-Hal LaFlash,

Utilities and grid managers would limit the amount of energy uploaded from batteries, he said. Metering and billing systems would be equipped to match a car to an account.

More than 20 states have adopted measures ordering electric utilities to add more renewable cleaner energies such as wind, solar, geothermal, and biomass to their energy sup-

In addition to cars, connections could be made from homes and office buildings to a smart grid, storing energy at offpeak and delivering more capacity to the grid at peak periods, LaFlash said.

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the organial reasons not to extend the license aptending of Shown Haves quelon plant (34). The most injurtent is that 5 H has been stalling for 15 years and now asks for anther 10 years to correct wining and fine walls. This is meterial installed originally by the builder of SH and approved by you. SH is spending 5000 wollers a year on a fine watch agatem approved by you, topping to prevent a major fine, The next reason not to extend the license is that it was built to last 40 ayears and is wearing out much as a can that was built to last 100, can miles and has run over 5 good miles, there are parts of the plant that can not be mesawed for Surability and useful life guse as a old cars ingine and derive train can only be estimated. When a piece of equipment is designed for to years rese Three are hilden weakness to consider as it ages. Lets wait 10 years 3H has stalled on replacing known unafe finewalls and wining and been not qualify as a regionsible operator. The corrections must be made before you the NFC consider the liverse extension that SH has asked for Their really a public relations play by Progress Energy. Thomp you. firman foff : 4/10/09 HERMAN JAFFE 209 OLD CROVE LA. APEX, NC 27502 919-629-2672 email Right @NO, RR. ORG

Here are several reasons not to extend the license of Spearon Havis Nuclean Plant, (II) The most important is that SH for 15 years has Told the NAC on inguing the fire wells and wiving orginally installed. 5 H is exending 9500,000 per year on a fire worter system hoping to present a major fire. The next reason not to extend the liverse · is that it was built to last to your and is degrading much as a can built to last 100,000 miles and has run 5 good miles, There are parts of the plant that cannot be measurelfor duribility just as a care engineered drive train When a piece of equipment is clesinged for 40 years use after 20 years There is kidder god weakness to consider. It has stalled to on replacing clearly weakened fine walls, this must be repaired before a extension to queste this plant is given consider Progress energy is using this hearing as a public relations play. Charle your Herman Jaffe 4/16/00 209 ald Dor Lare april me 2532 919-269-2672.

Category

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NRC PUBLIC MEETING FEEDBACK

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2.	Were you able to find s the meeting?	supporting	information prior to		. 🗀	
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Organization

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Talking Paper

NRC Public Meeting April 18, 2007

My name is Paul Fisher. I am an Alderman from the City of Southport, N.C. and I am Chairman of the North Carolina Municipal Power Agency (NCEMPA).

Southport is the home of Brunswick Nuclear Power Plant (Units 1&2). These units' license renewal was approved in 2006. Southport has found the Plants to be an important economic base for the community. In addition, the plants have operated in a safe manner and are good custodians of the environment and good neighbors.

The NCEMPA consist of 32 municipalities that have ownership in five (5) generating facilities, 3 nuclear and 2 coal. The agency owns 16.17% of the Harris Nuclear Plant. The Harris Plant provide part of the safe and reliable power to more than 250,000 power agency customers.

The Harris Plant is important to Progress Energy to ensure reliable power to me and other customers. The Plant does not depend on imported fuels and is environmentally responsive to concerns of global warming.

Progress Energy has an outstanding tract record and is recognized worldwide as an industry leader in safe and reliable nuclear operations.

The North Carolina Municipal Power Agency supports the continued safe and secure operations of the Harris Plant and encourages favorable consideration of the license extension request. See attached Resolution No EAR-5-06, dated 13 December 2006.

- W HEREAS, Progress Energy has a 35-year track record of operating nuclear plants safely and securely, and like all nuclear plants, features multiple backup systems to ensure safe operation;
- W HEREAS, the Harris Plant is closely monitored and observed by on-site inspectors who are employees of the federal regulatory authority, the Nuclear Regulatory Commission, whose mission is to ensure safe operation of the nation's nuclear plants;
- W HEREAS, the 650 professionals who work at the plant and live in the community are committed to the safety and security of the site;
- W HEREAS, nuclear energy produces no greenhouse gas emissions;
- HEREAS, domestic nuclear power generation helps the United States reduce dependence on unstable foreign energy supplies; and,
- W HEREAS, the Harris Plant provides approximately \$10 million dollars in taxes to Wake County each year; now, therefore be it
- R ESOLVED that the Board of Commissioners of the North Carolina Eastern Municipal Power Agency supports the continued safe and secure operation of the Harris Plant and encourages the Nuclear Regulatory Commission to extend the Harris Plant's operating license an additional 20 years.

dopted this the 13th day of December, 2006.

Chairman, Board of Commissioners

Attest

Secretary-Treasure



Resolution of the Board of Commissioners of the

North Carolina Eastern Municipal Power Agency in Support of the Continued Safe and Secure Operation of the Shearon Harris Nuclear Plant Resolution No. EAR-5-06

- W HEREAS, North Carolina Eastern Municipal Power Agency (NCEMPA) is comprised of 32 eastern participants and has a 16.17 percent ownership interest in the Shearon Harris Nuclear Plant (Harris Plant) in Wake County;
- W HEREAS, the Harris Plant provides 10 percent of the capacity and 12 percent of the energy for the NCEMPA participants;
- W HEREAS, the Harris Plant, which began operations in May 1987, provides a safe, efficient and economical source of electricity;
- W HEREAS, in November 2006, Progress Energy Carolinas (PEC) intends to file with the Nuclear Regulatory Commission an application for a twenty-year extension to the Harris Plant's operating license, allowing the plant to continue operating until 2046;
- W HEREAS, renewing the Harris Plant's operating license will help ensure that PEC can continue to provide the electricity needed for the growing Triangle region;
- W HEREAS, the Harris Plant supplies power to more than 550,000 residences and businesses, and provides twelve percent of the total electricity generated by PEC;
- W HEREAS, in 2005, the Harris Plant generated more than 7.9 million megawatt-hours of electricity, the largest volume in its 18 years of operation;
- W HEREAS, the Harris Plant has been consistently ranked by its peers among the top nuclear plants in the country in terms of safety, production and cost;



Resolution in Support of the Continued Safe and Secure Operation of the Shearon Harris Nuclear Plant

WHEREAS, the Shearon Harris Nuclear Plant (hereafter referred to as the Harris Plant), which went into operation in May 1987, provides a safe, efficient and economical source of electricity; and

WHEREAS, in November 2006, Progress Energy intends to file for a 20-year extension to the Harris Plant's operating license, allowing the plant to continue operating until 2046; and

WHEREAS, renewing the Harris Plant's operating license will help ensure that Progress Energy can continue to provide the electricity needed for the growing Triangle region; and

WHEREAS, the Harris Plant supplies power to more than 550,000 residences and businesses, and provides 12 percent of the total electricity generated by PE Carolinas; and

WHEREAS, In 2005, the Harris Plant generated more than 7.9 million megawatt-hours of electricity, the largest volume in its 18 years of operation; and

WHEREAS, the Harris Plant has been consistently ranked by its peers among the top nuclear plants in the country in terms of safety, production and cost; and

WHEREAS, Progress Energy has a 35-year track record of operating nuclear plants safely and securely, and the plant features multiple backup systems to ensure safety; and

WHEREAS, the Harris Plant is closely monitored by on-site inspectors from by the Nuclear Regulatory Commission; and

WHEREAS, the 650 professionals who work at the plant and live in the community are committed to the safety and security of the site; and

WHEREAS, nuclear energy produces no greenhouse gas emissions that contribute to global climate change; and

WHEREAS, nuclear power helps the United States reduce dependence on unstable foreign energy supplies; and

NOW, THEREFORE, BE IT RESOLVED that the Cary Chamber of Commerce supports the continued safe and secure operation of the Harris Plant and encourages the Nuclear Regulatory Commission to extend the Harris Nuclear Plant's operating license an additional 20 years.

This the 17th day of January, 2007.

Chairman

Cary Chamber of Commerce

Howard S. Johnson

President

Cary Chamber of Commerce



Resolution in Support of the Continued Safe and Secure Operation Of the Shearon Harris Nuclear Plant

WHEREAS, the Shearon Harris Nuclear Plant (hereafter referred to as the Harris Plant), which went into operation in May 1987, provides a safe, efficient and economical source of electricity: and

WHEREAS, in November 2006, Progress Energy intends to file for a 20-year extension to the Harris Plant's operating license, allowing the plant to continue operating until 2046; and

WHEREAS, renewing the Harris Plant's operating license will help ensure that Progress Energy can continue to provide the electricity needed for the growing Triangle region; and

WHEREAS, the Harris Plant supplies power to more than 550,000 residences and businesses, and provides 12 percent of the total electricity generated by PE Carolinas; and

WHEREAS, in 2005, the Harris Plant generated more than 7.9 million megawatt-hours of electricity, the largest volume in its 18 years of operation; and

WHEREAS, the Harris Plant has been consistently ranked by its peers among the top nuclear plants in the country in terms of safety, production and cost; and

WHEREAS, Progress Energy has a 35-year track record of operating nuclear plants safely and securely, and the plant features multiple backup systems to ensure safety; and

WHEREAS, the Harris Plant is closely monitored by on-site inspectors from the Nuclear regulatory Commission; and

WHEREAS, the 650 professionals who work at the plant and live in the community are committed to the safety and security of the site; and

WHEREAS, nuclear energy produces no greenhouse gas emissions that contribute to global climate change; and

WHEREAS, nuclear power helps the United States reduce dependence on unstable foreign energy supplies; and

Now, Therefore, Be It Resolved that the Holly Springs Chamber of Commerce supports the continued safe and secure operation of the Harris Plant and encourages the Nuclear Regulatory Commission to extend the Harris Nuclear Plant's operating license an additional 20 years.

Adopted this 24 day of January 2007



A RESOLUTION IN SUPPORT OF THE CONTINUED SAFE AND SECURE OPERATION OF THE SHEARON HARRIS NUCLEAR PLANT

WHEREAS, the Shearon Harris Nuclear Plant (hereafter referred to as the Harris Plant), which went into operation in May 1987, provides a safe, efficient and economical source of electricity; and

WHEREAS, in November 2006, Progress Energy intends to file for a 20-year extension to the Harris Plant's operating license, allowing the plant to continue operating until 2046; and

WHEREAS, renewing the Harris Plant's operating license will help ensure that Progress Energy can continue to provide the electricity needed for the growing Triangle region; and

WHEREAS, the Harris Plant supplies power to more than 550,000 residences and businesses, and provides 12 percent of the total electricity generated by PE Carolinas; and

WHEREAS, in 2005, the Harris Plant generated more than 7.9 million megawatt-hours of electricity, the largest volume in its 18 years of operation; and

WHEREAS, the Harris Plant has been consistently ranked by its peers among the top nuclear plants in the country in terms of safety, production and cost; and

WHEREAS, Progress Energy has a 35-year track record of operating nuclear plants safely and securely, and the plant features multiple backup systems to ensure safety; and

WHEREAS, the Harris Plant is closely monitored by on-site inspectors from the Nuclear Regulatory Commission; and

WHEREAS, the 650 professionals who work at the plant and live in the community are committed to the safety and security of the site; and

WHEREAS, nuclear energy produces no greenhouse gas emissions that contribute to global climate change; and

WHEREAS, nuclear power helps the United States reduce dependence on unstable foreign energy supplies; and

NOW, THEREFORE, BE IT RESOLVED that the Fuquay-Varina Area Chamber of Commerce supports the continued safe and secure operation of the Harris Plant and encourages the Nuclear Regulatory Commission to extend the Harris Nuclear Plant's operating license an additional 20 years.

Adopted this 7th day of February, 2007.

Stephen M. Strader 2007 Board Chair



RESOLUTION IN SUPPORT OF THE CONTINUED SAFE AND SECURE OPERATION OF THE SHEARON HARRIS NUCLEAR PLANT

WHEREAS, the Shearon Harris Nuclear Plant (hereinafter referred to as the Harris Plant), which went into operation in May, 1987, provides a safe, efficient and economical source of electricity; and

WHEREAS, in November, 2006, Progress Energy intends to file for a 20-year extension to the Harris Plant's operating license, allowing the plant to continue operating until 2046; and

WHEREAS, renewing the Harris Plant's operating license will ensure that Progress Energy can continue to provide the electricity needed for the growing Triangle region; and

WHEREAS, the Harris Plant supplies power to more than 550,000 residences and businesses, and provides 12 percent of the total electricity generated by PE Carolinas; and

WHEREAS, in 2005, the Harris Plant generated more than 7.9 million megawatt-hours of electricity, the largest volume in its 18 years of operation; and

WHEREAS, the Harris Plant has been consistently ranked by its peers as among the top nuclear plants in the country in terms of safety, production and cost; and

WHEREAS, Progress Energy has a 35-year track record of operating nuclear plants safely and securely; and

WHEREAS, nuclear energy produces no greenhouse gas emissions that can lead to ozone formation or acid rain; and

WHEREAS, the Harris Plant is continually updating equipment and undergoes constant oversight and scrutiny by the Nuclear Regulatory Commission; and

WHEREAS, the 650 professionals who work at the plant and live in the community are committed to the safety and security of the site; and

WHEREAS, the Harris Plant provides approximately \$10 million dollars in taxes to Wake County each year; and

NOW, THEREFORE, LET IT BE RESOLVED that the Wake County Economic Development Commission supports the continued safe and secure operation of the Harris Plant and encourages the Nuclear Regulatory Commission to extend the Harris Nuclear Plant's operating license an additional 20 years.

This is the 14th day of December, 2006.



Town of Morrisville Post Office Box 166 Morrisville, North Carolina 27560 Phone: 919.463.6200 Fax: 919.481.2907 www.ci.morrisville.nc.us

Resolution in Support of the Continued Safe and Secure Operation of the Shearon Harris Nuclear Plant

WHEREAS, the Shearon Harris Nuclear Plant (hereafter referred to as the Harris Plant), which went into operation in May 1987, provides a safe, efficient and economical source of electricity; and

WHEREAS, in November 2006, Progress Energy intends to file for a 20-year extension to the Harris Plant's operating license, allowing the plant to continue operating until 2046; and

WHEREAS, renewing the Harris Plant's operating license will help ensure that Progress Energy can continue to provide the electricity needed for the growing Triangle region; and

WHEREAS, the Harris Plant supplies power to more than 550,000 residences and businesses, and provides 12 percent of the total electricity generated by PE Carolinas; and

WHEREAS, In 2005, the Harris Plant generated more than 7.9 million megawatt-hours of electricity, the largest volume in its 18 years of operation; and

WHEREAS, the Harris Plant has been consistently ranked by its peers among the top nuclear plants in the country in terms of safety, production and cost; and

WHEREAS, Progress Energy has a 35-year track record of operating nuclear plants safely and securely, and the plant features multiple backup systems to ensure safety; and

WHEREAS, the Harris Plant is closely monitored by on-site inspectors from by the Nuclear Regulatory Commission; and

WHEREAS, the 650 professionals who work at the plant and live in the community are committed to the safety and security of the site; and

WHEREAS, nuclear energy produces no greenhouse gas emissions that contribute to global climate change; and

WHEREAS, nuclear power helps the United States reduce dependence on unstable foreign energy supplies; and

NOW, THEREFORE, BE IT RESOLVED that the Wake County Mayors' Association supports the continued safe and secure operation of the Harris Plant and encourages the Nuclear Regulatory Commission to extend the Harris Nuclear Plant's operating license an additional 20 years.

Adopted this the 19th day of February, 2007.

an Faulkner, President

Wake County Mayors' Association



Resolution in Support of the Continued Safe and Secure Operation of the Shearon Harris Nuclear Plant

WHEREAS, the Shearon Harris Nuclear Plant (hereafter referred to as the Harris Plant), which went into operation in May 1987, provides a safe, efficient and economical source of electricity; and

WHEREAS, in November 2006, Progress Energy intends to file for a 20-year extension to the Harris Plant's operating license, allowing the plant to continue operating until 2046; and

WHEREAS, renewing the Harris Plant's operating license will ensure that Progress Energy can continue to provide the electricity needed for the growing Triangle region; and

WHEREAS, the Harris Plant supplies power to more than 550,000 residences and businesses, and provides 12 percent of the total electricity generated by PE Carolinas; and

WHEREAS, In 2005, the Harris Plant generated more than 7.9 million megatwatt-hours of electricity, the largest volume in its 18 years of operation; and

WHEREAS, the Harris Plant has been consistently ranked by its peers as among the top nuclear plants in the country in terms of safety, production and cost; and

WHEREAS, Progress Energy has a 35-year track record of operating nuclear plants safely and securely; and

WHEREAS, nuclear energy produces no greenhouse gas emissions that can lead to ozone formation or acid rain; and

WHEREAS, the Harris Plant is continually updating equipment and undergoes constant oversight and scrutiny by the Nuclear Regulatory Commission; and

WHEREAS, the 650 professionals who work at the plant and live in the community are committed to the safety and security of the site; and

WHEREAS, the Harris Plant provides approximately \$10 million dollars in taxes to Wake County each year;

800 South Salisbury Street PO Box 2978

Raleigh, NC 27602-2978

NOW, THEREFORE, BE IT RESOLVED that the Greater Raleigh Chamber of Commerce supports the continued safe and secure operation of the Harris Plant and encourages the Nuclear Regulatory Commission to extend the Harris Nuclear Plant's operating license an additional 20 years.

This the 24th day of January, 2007.

TOWN OF CLAYTON RESOLUTION IN SUPPORT OF THE CONTINUED SAFE AND SECURE OPERATION OF THE SHEARON HARRIS NUCLEAR PLANT

- ##HEREAS, the Shearon Harris Nuclear Plant (hereafter referred to as the Harris Plant), which went into operation in May 1987, provides a safe, efficient and economical source of electricity; and
- ₩HEREAS, in November 2006, Progress Energy intends to file for a 20-year extension to the Harris Plant's operating license, allowing the plant to continue operating until 2046; and
- ₩HEREAS, renewing the Harris Plant's operating license will help ensure that Progress Energy can continue to provide the electricity needed for the growing Triangle region; and
- ₩HEREAS, the Harris Plant supplies power to more than 550,000 residences and businesses, and provides 12 percent of the total electricity generated by PE Carolinas; and
- **⊞HEREAS**, in 2005, the Harris Plant generated more than 7.9 million megawatthours of electricity, the largest volume in its 18 years of operation; and
- ₩HEREAS, the Harris Plant has been consistently ranked by its peers among the top nuclear plants in the country in terms of safety, production and cost; and
- #HEREAS, Progress Energy has a 35-year track record of operating nuclear plants safely and securely, and the plant features multiple backup systems to ensure safety; and
- **WHEREAS**, the Harris Plant is closely monitored by on-site inspectors from the Nuclear Regulatory Commission; and
- **##HEREAS**, the 650 professionals who work at the plant and live in the community are committed to the safety and security of the site; and
- ₩HEREAS, nuclear energy produces no greenhouse gas emissions that contribute to global climate change; and
- ##HEREAS, nuclear power helps the United States reduce dependence on unstable foreign energy supplies; and

MOW, THEREFORE, BE IT RESOLVED that the Town of Clayton supports the continued safe and secure operation of the Harris Plant and encourages the Nuclear Regulatory Commission to extend the Harris Nuclear Plant's operating license an additional 20 years.

Duly adopted this 18th day of December 2006 while in regular session.

lody L. McLeod

Mayor

ATTEST:



annual report

The Power to Lead

Message from the Chairman

I want to thank each of the investors in the edge³ program for continuing to support our economic development marketing activities during 2006, the second year of our program. As we embark on the third phase of our program, we can be very proud of all that was accomplished last year.

With the initial five-year goal of 50,000 new jobs set, we are proud to say that Wake County is exceeding the pace necessary to reach that goal. There were 29,759 more people employed in Wake County in December 2006 than there were in December 2005. In fact, Wake County announced 37 new and expanding companies resulting in 4,248 new jobs and \$445 million in new investment. Last year, the Wake County Economic Development staff worked on 174 new projects, participated in 105 client company visits, and made 85 existing industry calls.

The rapidly expanding global economy played a major role in building our local economy during 2006. Novartis announced a major vaccine plant in Holly Springs; Credit Suisse doubled its operation in RTP; Lenovo announced the location of its corporate headquarters in Morrisville; and RBC Centura broke ground on its US headquarters building in downtown Raleigh. Building local capacity to leverage these investment trends was a major objective last year, and, as a result, the North Carolina China Center was opened and the World Trade Center North Carolina was reorganized to become a part of Research Triangle Regional Partnership. NC State University and Shaw University signed memorandums of agreement with prestigious Chinese Universities, and the NC China Center opened offices in both Raleigh and the Suzhou Industrial Park. A group of business leaders and economic developers visited China in spring 2006, building a foundation for expanded business relationships in the upcoming year.

NC State continues to evolve into one of our most important partners in economic development, and we made significant strides in building this effort in 2006. It

was the second full year of our precision marketing effort and WCED developed unique, customizable marketing materials to promote the innovation occurring at the University. WCED attended nonwoven industry trade shows and met with numerous company officials that are actively engaged in research, or that are likely candidates to benefit from working with NC State in the future. Our focus in textiles last year was on marketing the materials developed in Year One and making sales calls on company decision makers. Work on our second phase of university based materials has begun and will focus on the areas of advanced medical design, medical devices, material science and medical textiles. The colleges of Engineering, Textiles, Veterinary Medicine, Design, and Management will all play a role in the development of these materials.

We continue to build on our existing industry clusters and a good example of these proactive strategies was participation in the Medical Design and Manufacturing (MD&M) trade shows. WCED staff, university professors, and edge³ investors attended shows in Minneapolis and New York City. Several ads were placed in medical device magazines, and work has begun on a video outlining the assets that exist at our universities and existing business clusters that will support expansion of this industry sector.

These significant achievements in 2006 serve as a very strong platform to accomplish our plans for 2007 and the remainder of the edge³ campaign. Aggressive recruitment of companies in our targeted industry clusters, expanding and retaining our existing industries, and the strengthening of our relationship with NC State University will keep us on the cutting edge of innovation and economic development.

Much of this would not be possible without the support of our edge³ investors. I want to express both my sincere thanks for all that you have done, and my sincere excitement for all that there is left to do.



Program Goals for edge³ — 2005-2009

ffective Buy	ring Income	第4条的		
2005 - \$16,79	2,905,000			
2006 - \$17,83	7,400,000			
2007				
2008				
2009				
edge³ Goal –	\$20,135,463,750			

Industrial Commercial T	ıx Base	
2005 – \$21,264,787,000		
2006 - \$22,035,070,641		
2007		
2008		
2009		
edge³ Goal – \$26,184,863,4	68	

	Wake County		
	(increase of 29,759 net		
2007			
2008			
2009			
edge³ Goal – 4	66,091		

Existing Industry Service Calls

180 Calls Made Through December 2006

edge³ Goal - 750 Calls

LEADERSHIP

edge³ Co-chair

Dr. William K. Atkinson II, PhD WakeMed Health & Hospitals

edge³ Co-chair James O. Roberson

Research Triangle Regional Partnership

INVESTORS

Alfred Williams & Co. J. Blount Williams

American Asset Corporation Paul Herndon

The Angus Barn, Ltd. Van Eure

AT&T North Carolina* John McKinney

Bank of America* Bruce Sharpe

Barnhill Contracting Co. Matt Smith

BBH Design, PLLC

Douglas Hall Belk, Inc. Bob Greiner

Biogen Idec John Cox

Blue Cross and Blue Shield of North Carolina* Lynne Garrison

Bonitz Flooring Group, Inc. John McDonald

BP Studios Drew Robison

Branch Banking & Trust Co.* Lee Youngblood

Brenda C. Gibson Commercial Real Estate Brokerage & Consulting Brenda C. Gibson

Brogan & Partners Convergence Marketing Jim Tobin

Capital Associates Hugh Little

Capital Bank

Chris Internann

Capitol Broadcasting

Capitol Broadcasting Company, Inc.* Paul Pope

Capstrat* Ken Eudy

Carolina Hurricanes Jason Karmanos

Carter & Burgess Rick Bourn Jr.

Caterpillar Edward Rapp

CDM Tommy Esqueda

Cisco Systems Joseph Freddoso

City of Raleigh* Russell Allen

Clancy & Theys Construction Company Tim Clancy Cline Design Associates
David Bradford

Coastal Federal Credit Union

Larry Wilson

Coldwell Banker Howard Perry & Walston David Jones

Corporate Express Office Products Rich Coleman

Craig Davis Properties Jack Dunn

Curtis Media Group
Donald Curtis

Deloitte. IR Shearin

Dixon Hughes, PLLC Cid Hickman

Dominion Partners LLC Andy Andrews

Drucker & Falk, LLC Kellie Falk-Tillett

Duke Energy Scott Gardner

Duke Raleigh Hospital Doug Vinsel

Duke Realty Corp. H. Andrew Kelton

Earth Tech of NC, Inc. Tommy Harrelson

Ernst & Young, LLP Robert Thorburn

Excel Moving & Storage, Inc. – Allied Van Lines

Jody Hatley
First Citizens Bank

Frank Holding Jr.
Flad & Associates

Michael Nagy
Fonville Morisey Realty, Inc.
Camille Mims

Frankel Staffing Partners

Rod Frankel
The Freelon Group, Inc.

The Freelon Group, Inc. Lew Myers

GE Energy Michelle April

General Parts, Inc. O. Temple Sloan

Golden Corral Corp. Dale Whitworth

Greene Resources, Inc. Gary Greene

Gregory Poole
Equipment Company*
J. Gregory Poole

Greystar Communities
Todd Mancini

Grubb & Ellis/Thomas Linderman Graham J. Rex Thomas

Harris Wholesale, Inc. Worth Harris

Heery International, PC David Waggoner

Highwoods Properties, Inc. Skip Hill

Home Builders Association of Raleigh & Wake County David Baron

Hunter Industries, Inc. Bertram Days

Hunton & Williams William Patterson

Hutchison Law Group PLLC Fred Hutchison

IBM Corporation Tina Wilson

Jani-King of Raleigh/ Durham

Michael Kearns Jennings & Co. Roger Jennings

John Deere Worldwide Nate Jones

Joseph C. Woodard Co. Joseph C. Woodard

Kane Realty Corporation* Mike Smith

KB Home Triangle Division Dianne Rupprecht

KCI Technologies, Inc.

Michael Ray
Kilpatrick Stockton LLP*

Gary Joyner
KPMG LLP

David Otteni Lenovo Group Ann Waldo

Longistics Duane Long

Lynch & Howard, PA Homer Duncan

Manpower Jeff Stocks

MarketSmart Interactive Elliott Greene

Meredith College Maureen Hartford, EdD

Milliken Carpet David Potter

Misys Healthcare Systems Judy Mann

Moore & Van Allen, PLLC

Jody Joyner

Mulkey Engineers &

Consultants

Merritt Brinkley

NAI Carolantic Realty, Inc. E. Stephen Stroud

Nelson Mullins Riley & Scarborough, LLP Cathy Rudisill

The News & Observer Publishing Co.*
Orage Quarles III

O'Brien/Atkins Associates,

John Atkins III

O'Neal Engineering, Inc. David Broughton

Paragon Commercial Bank Robert Hatley

Parker, Poe, Adams & Bernstein, LLP William Pappas

Pearce Brinkley Cease + Lee - Architects H. Clymer Cease

Plaza Associates, Inc. Neil Rudolph

Poyner & Spruill LLP Attorneys-at-Law Bo Dempster

Prestonwood Country Club Tom Stewart

PricewaterhouseCoopers

Jeffrey Barber
Progress Energy*

Fred Day IV

Prudential Carolinas Realty Nancy Harner

PSNC Energy Rusty Harris

Pulte Home Corp. Steve Schlageter

Quintiles, Inc. Dennis Gillings

RBC Centura*

Regions Bank William Dawkins

Research Triangle Foundation of NC*

Rick Weddle Research Triangle Regional Partnership

Charles Hayes

Rex Healthcare*

David Strong

Rich Commercial Realty Michelle Rich Goode

RSM McGladrey, Inc./ McGladrey & Pullen, LLP Ronald Wainwright Jr.

Scott Insurance Company Bryan Bickley SEPI Engineering Group, Inc.

Sepideh Asefnia Shelco, Inc. Dan Perry

Sheraton Raleigh Hotel Larry Jones

Skanska USA Building, Inc.

Allen Jones Smith, Anderson, Blount, Dorsett, Mitchell & Jernigan, LLP

Steve Mason
Smith Moore LLP
Sam Southern

Sony Ericsson Mobile Communications (USA), Inc.

Stewart Engineering, Inc.

Willy Stewart
SunTrust Bank
Robert Jones

Teleflex Medical
Matthew Jennings

Time Warner Cable Raleigh Division Thomas Adams

Triangle Business Journal Charlene Grunwaldt

TriSure Corporation Linda Folger

Wachovia Bank, NA*

Jack Clayton

Wake County Government*

David Cooke Wake Stone Corp.

John Bratton
WakeMed Health &

Hospitals William K. Atkinson II, Ph.D. Ward & Smith, PA

Samuel Poole
Wharton Gladden
& Company, LLC

Algenon Cash
Womble Carlyle Sandridge

& Rice, PLLC* Johnny Loper

Wyrick, Robbins, Yates & Ponton, LLP Larry Robbins

The York Companies Smedes York

Wake County New and Expanding Companies 2006

New or Expanding Expanding 910-254-7000 Matt Czajkowski Contact Investment New Jobs Company Name **AAIPharma** AAIPharma has annouced they will occupy 27,000 square feet of space at Perimeter Park in Morrisville later this year. The new facility will be a Phase I clinic, bringing their US bed-total

for Phase 1 trials to 144. The clinic's focus will be bio-equivalence trials, but it will also allow the company to expand their clinical pharmacology operation. AAIPharma will create 22 919-719-8700 John DuBois new full-time positions at the clinic, as well 100 part time jobs. **Administaff**

Administaff, a leading professional employer organization, has moved into the Raleigh market. They recently annouced the opening of their second North Carolina location, the first one being in Charlotte. The new office is located on Beechleaf Court. They will provide comprehensive human resources services. Administaff has 42 sales offices in 22 major markets.

919-582-3300 Robert Frank Leasing Applied Research Associates

about 30,000 square feet in the Colonnade at Six Forks and Strickland roads to at least 45,000 square feet at Forum V. Forum V is a 133,500-square-foot office building being constructed across Six Forks. ARA currently has 110 employees in Raleigh and plans to hire about 40 additional by the time it moves in early 2008 and has the option to expand to 55,000 square feet. Applied Research Associates, a company which makes software for the U.S. military, is growing its North Raleigh office as it wins more contracts in the Southeast. They will move from

Expanding Vance Moore ¥ Ž **Best Lab Deals** Best Lab Deals is an international distributor, supplier and service center for pharmaceutical, academic & science education, water treatment, environmental testing, healthcare clinical abs, private R&D labs, governmental research & testing facilities and more. Best Lab Deals purchased a 100,000 square foot facility at 1000 Management Way in Garner, NC.



New or Expanding Expanding 919-993-1100 Phone Contact John Cox Investment New Jobs 100 Company Name Biogen Biogen Idec has added 80 positions as they recover from the layoffs they were forced to make last year after they pulled their MS medication off the market. The RTP site benefited when the Cambridge headquarters shut down a customer service unit. The positions were transferred to the RTP office and filled with new hires. Biogen also plans to make 20 additional new hires in their manufacturing and quality control sectors.

919-388-3333 Paul Farr N/A 10 **BMC Software**

Expanding

BMC Software of Cary has annouced the acquisition of Identify Software, a New York-based company with 45 employees at their Cary location. BMC plans to increase the Cary unit's professional services strength by adding five to 10 new hires in the new few months. BMC sells software that helps companies find errant computer applications and fix them. They employ 7,900 people worldwide.

Campbell Alliance, a biotech and pharmaceutical management consulting firm, has annouced that they will move their headquarters into 28,000 square feet at the Brier Creek Corporate Center. The company also plans to make 50 new hires this year. They will be vacating space at the Colonnade Center in Raleigh. This move will more increase their space by more then 50% when they move towards the end of 2006. Expanding (919) 844-7100 Craig Dunkley Lease 50 Campbell Alliance

Cempra Pharmaceuticals has closed a \$14 million round of funding. The company, which is based in Morrisville, says the funding will be used to expand product development and hire Expanding 919-467-1716 Prabhavathi Fernandes Cempra Pharmaceuticals

to eight new employees within the next year. Cempra was founded in January. They are working to develop macrolides - drugs that are effective against antibiotic-resistant bacteria.

Centice, a company that spun out of Duke in 2004, is moving to 13, 800 square feet of space in Durham on Southport Drive. Centice makes sensors for analytical, life science and 919-653-0424 Brandon Bryce

pharmaceutical companies. This move triples the companies office space and allows room for them to hire up to 18 new employees

Thursday, January 11, 2007

Page 2 of 8

29,759 Net New yol

Company Name	New Jobs	Investment	Contact	Phone	New or Expanding
ConAgra	30	N/C	Chris Kircher	919-772-1511	Expanding

ConAgra plans to add 30 jobs at its Garner manufacturing facility. The is part of a company-wide streamlining effort that will involve the closure of a facility in Pennsylvania. This will add to ConAgra's current Garner employment count of 650. ConAgras Foods includes brands such as Egg Beaters, Healthy Choice, Hunt's and Orville Redenbacher.

Cranfill, Sumner & Hartzog	No Change	Leasing	Barry Pennell	919-828-5100	Expanding
Cranfill, Sumner & Hartzog, one of the Triangle's biggest law fir They will lease 50,000 square feet of offices at Wade, a 168-acr move in early 2008, when the building is finished. They will be half	w firms is moving out of 8-acre development plar II be the first tenant to co	the city's revi med across fro ommit to the o	s is moving out of the city's reviving downtown to become a pioneer in a part o development planned across from RBC Center on Edwards Mill Road at Wade / ne first tenant to commit to the development, where Lichtin Corp. of Raleigh and	fth We	the city that is slowly coming to life. In the firm will state for the firm will be properties of Atlanta plan to build

a million square feet of offices, 150,000 square feet of shops and at least 1,500 homes during the next decade.

Credit Suisse	400	\$40,000,000	Tom Sazone	Expanding
Credit Suisse has announced an expansion of the Research Tr	iangle Park loca	tion. The expansion wi	II add 400 new jobs and represents an investme	ent of \$40 million. The expansion was
made possible by funds from the Job Development Investmenend of 2006. The center houses cumont staff for the commany	t Grant. Constru	iction of the expansion	of their "Center of Excellence" will begin this su	ummer with the new hires made at the

Fidelity Investments	2,000	\$100,000,000	Don Haile	919-544-0386	New
Fidelity Investments, one of the world's largest providers of fina 2,000 ichs at the new location bringing their Triangle presence	ncial services, k	has annouced plans to	invest \$100 million to bu	ild a new facility in Wake C	ounty. They also plan to cre

Fidelity Investments, one of the world's largest providers of financial services, has annouced plants to linvest and the largest economic development deals ever annouched in Wake County. 2,000 jobs at the new location, bringing their Triangle presence to about 3,000 employees. This is one of the largest economic development deals ever annouched in Wake County. Economic Development worked with the client as well as the NC Department of Commerce and Wake County on the deal. Fidelity will receive incentives from One North Carolina Fund as well as the Job Development Investment Grant.

Company Name	New Jobs	Investment	Contact	Phone	New or Expa

will lease 50,000 square feet. Clinicians in the center will establish relationships with patients over the phone and attempt to assist those with chronic medical conditions like diabetes and Healthways, Inc. has opened a new care enhancement nurse call center. They will employ 150 RNs and LPNs at the facility, which is located in the RDU Center office park off I-40. They panding asthma. They will attempt to better their conditions through education, exercise and diet. Wake County Economic Development worked with Cary, the North Carolina Department of 615-263-7956 Nick Balog Healthways, Inc.

Expanding 919-876-9300 Trisha Vonder Reith Lease 120 **INC Research**

Commerce, Wake Tech and Progress Energy on this project.

INC Research will be adding 120 new positions and 29,000 square feet in the coming year. The company currently employs 245 people in their two North Raleigh locations, but are projected to reach 365 this year. They are also moving into an additional 29,000 square feet in the building next to their current headquarters. They say the new positions are in response

the growth the company is seeing. INC is a clinical research firm and they maintain their global headquarters in Raleigh. The company manages clinical development programs for pharmaceutical and biotech customers.

(919) 789-9797 Sandy Smith 35 Intervolve

Intervolve is moving their headquarters from Lake Boone trail to the Warehouse District of Downtown Raleigh. They will be adding 35 new employees when they make this move in June. Intervolve creates software to help beer wholesalers with inventory, tracking and distribution. They currently count about 75 beer distributors in 18 states as clients.

Ironworks Consulting has expanded operations and moved into new offices in 11000 Regency Parakway in Cary. Ironworks is a project-based, customer-focused technology consulting Expanding 919-462-2092 Brian Buchanan Leasing n/a Ironworks Consulting

firm that offers a broad range of IT consulting services. The team has quadrupled over the last 12 months and continues to enjoy an increased demand for their services.

Y/Z

JetBlue Airways has annoucned plans to begin service from Raleigh-Durham International Airport. The low-fare carrier will offer four daily roundtrip flights between RDU and New York's John F. Kennedy Airport beginning in July. The company will create 13 new jobs and will also operate four daily roundtrip flight to Charlotte-Douglas.

Company Name	New Jobs	Investment	Contact	Phone	New or Expanding
Meadwestvaco	200	\$14,000,000	Donna Owens Cox	212-461-7400	Expanding

00

Meadwestvaco has annouced plans to establish a "Packaging Innovation Center" at NC State's Centennial Campus. This operation will be a consolidation of their research and development, engineering and other technology-focused operations. Meadwestvaco is a Fortune 500 global packaging company that formed from the merger of Mead and Westvaco Corporation in 2002. They plan to create 200 new jobs and eventually occupy as much as 125,000 square feet. The new jobs will be highly skilled positions, with salaries reaching

N/A Lease Mike Truell (919) 847-8102	vare provider, has annouced they will be the lead tenant at the new Forum V in North Raleigh. They will into a provider one of the responsibility of the r	neople at their Raleigh site. Misss will continue to occurs form IV. even after they move into the ne
Misys Healthcare	Misys Healthcare, a healhcare industry softwaccommodate their current growth expectati	overall is expected. They currently employ 8-

New Jersey Packaging 12 \$5,000,000 Gene Dul New Jersey Packaging, a company that provides pharmaceutical printing solutions, has announced plans to open a 30,000 square foot facility in the Triangle. The new operation will be located at Perimeter Park in Morrisville. Approximately 10-12 jobs will be created and company plans to invest about \$5 million in machinery.	overall is expected. They currently employ 840 people at their Kaleigh site. Misys will continue to occupy Forum IV, even atter they move into the new space at Forum V.	t their Kaleigh site.	Misys will continue to o	occupy Forum IV, even a	Iter they move into the new spa	ce at Forum V.
New Jersey Packaging, a company that provides pharmaceutical printing solutions, has announced plans to open a 30,000 square foot facility in the Triangle. The new operation will be located at Perimeter Park in Morrisville. Approximately 10-12 jobs will be created and company plans to invest about \$5 million in machinery.	New Jersey Packaging	12	\$5,000,000	Gene Dul	(973) 808-8000	New
located at Perimeter Park in Morrisville. Approximately 10-12 jobs will be created and company plans to invest about \$5 million in machinery.	New Jersey Packaging, a company that provides pharma	ceutical printing sol	utions, has announced	plans to open a 30,000 s	square foot facility in the Triangl	le. The new operation will be
	located at Perimeter Park in Morrisville. Approximately	0-12 jobs will be cr	eated and company pl.	ans to invest about \$5 m	Illion in machinery.	7384 F

Althoff +41 61 324 6392 New	
350 \$267,000,000 Eric	
ovartis	

Novartis Vaccines and Diagnostics has annouced a \$267 million facility in Holly Springs. The new plant will be a flu vaccine manufacturing operation. The state-of-the-art facility will employ 350 people when it becomes fully operational in 2011. The average salary will be \$50,000 per year. The Swiss-based company's new facility will be approximately 300,000 on

square feet. Wake County Economic Development worked with the North Carolina Department of Commerce, the Town of Holly Springs, Progress Energy and various other local groups on this deal. Novartis will receive incentives from the One North Carolina Fund and the Job Development Investment Grant.	Carolina Department Fund and the Job Dev	of Commerce, the Town of Holly relopment Investment Grant.	y Springs, Progress Energy	and various other local groups
Pharmaceutical Product Development Inc.	Lease	Nancy Zeleniak	919-380-2000	Expanding
Pharmaceutical Product Development Inc. (PPD) has annouced that they will lease an additional 30,000 square feet at Duke Realty's Perimeter Park in Morrisville. This is an increase of 36 percent. They already lease 315,000 square feet throughout five buildings in the Park. The new building they will occupy is currently under construction and will be complete in November of this year. PPD is a Wilmington-based company that helps pharmaceutical companies test experimental drugs.	vill lease an additional gs in the Park. The ne armaceutical compani	30,000 square feet at Duke Rea w building they will occupy is coes test experimental drugs.	llty's Perimeter Park in Moi urrently under construction	rrisville. This is an increase of n and will be complete in

Thursday, January 11, 2007

New or E	
Phone	
Contact	
Investment	
New Jobs	
Company Name	

Expanding

The North Carolina law firm Poyner & Spruill will relocate its Raleigh office and more than 120 attorneys and staff to the RBC Plaza in 2008. RBC Centura, which is building the plaza to house its own Raleigh headquarters, broke ground on the 33-story tower on September 26th, 2006 and construction is expected to be completed by late 2008. Aside from RBC, Poyner & Expanding 919-783-6400 Spruill is the first tenant to commit to the building and will occupy 55,000 square feet of office space over three floors. Cecil Harrison Leasing No Change Poyner & Spruill

Expanding 919-515-7036 Karen Clark Ϋ́ 150 Red Hat

Red Hat is adding 150 employees to their operation on Centennial Campus. They have also leased an additional 50,000 square feet in the Venture III building. Red Hat is a worldwide

New 800-649-0253 Myra Eldred Lease 20 provider of Linux and open source technology. Ring Industrial Ring Industrial will create 15-20 news jobs and open a manufacturing facility at Greenfield North in March 2006. The new facility will manufacture their EZFlow products, the eight operation of this kind. EZFlow drains are created from recycled polystyrene which allow for maximum life and performance, lower system costs and an environmentally friendly drainage system. Wake County Economic Development worked with Ring Industrial on this transaction.

New Scott Warren Lease 23 Roper Lumber

Roper Lumber plans to open it first North Carolina location in Raleigh this summer. The Petersburgh, VA based operation is a provider of construction materials and will create 23 new obs when they locate here. Their lumber yard serves professional home builders and construction companies and will be located at 3401 Gresham Lake Road.

Expanding 919-851-3984 Billy Marshall 20 rPath

rPath has doubled the size of their Raleigh location, adding 5,000 square feet. The company, which was launched in January 2006, is growing due to demand for their products. They

doubled their square footage at the Corporate Center in Raleigh and they are planning to add up to 20 new employees this year. Path provides rBuilder and rPath Linux, the first platform for creating and maintaining software appliances. The company was founded by two former RedHat executives.

New Jobs Investment Contact Phone Nev	
Company Name	

ew or Expanding

Ryscor Science has annouced the construction of a new 10,000 square foot facility in Wake Forest. Ryscor develops small-molecule synthetic reagents and methodologies for Expanding 9198-875-1982 Jonathan Scoggins Ryscor Science

pharmaceutical and biotech companies worldwide. The new facility will feature research labs, small-scale production labs, and advanced analytical facilities.

S&ME, and engineering and environmental consulting firm has relocated their corporate headquarters to a 32,000 square foot facility in Raleigh off Spring Forest Road. The new operation will house new offices, training and conference rooms, as well as the 100 S&ME employees that work out of the corporate headquarters. Company growth led to the larger facility. S&ME Expanding (919) 872-2660 Larry Hammerstein Lease was founded in Raleigh in 1973 and employs of 700 people in southeast today. Ž S&ME Engineering

Sageworks has moved their current 75 employees to a new 15,000 square foot office space at Centerview Office Park in southwest Raleigh. They plan to add 130 new jobs by May of this year to help keep up with the demands of their growing company. Sageworks is a software company that sells applications to help businesses with their financial and accounting needs. The company has grown from 20 subscribers when it rollled out its first product in 2000, to over 4,000 today. Clients include H&R Block and Citibank. Expanding 919-851-7474 Scott Ogle Lease 130 Sageworks

SAS Institute Inc. is the world's largest privately held software company with 10,000 employees in more than 400 offices spanning the globe. SAS, a leader in business intelligence Expanding 919-531-7883 Pamela Meek) Ž) Ž SAS Institute Inc.

and services, will relocate its international headquarters to Cary from Germany. Approximately 240 SAS employees stationed at the international headquarters in Germany will be affected by the move. A number of positions will be shifted to Cary.

SFLA Architects is moving into the Raleigh market. The company, which currently has locations in Charlotte and Fayetteville, has signed a lease for 6,000 square feet of space on Fayetteville Street in the Capital Bank Building.

New

910-484-4989

Robert Ferris

Lease

SFLA Architects

Company Name	New Jobs	Investment	Contact	Phone	New or Expanding
Ultimus	32	\$3,000,000	Rashid Khan	919-678-0900	Expanding

Ultimus has annouced plans to build a 16,500 square foot headquarters facility on Weston Parkway in Cary. The new space will allow the company to expand to up to 70 employees in

coming years. They currently employ 38 people locally, with worldwide employment around 350. Ultimus provides consulting services and sells software that helps businesses connect different databases. The purpose of the new site, which represents an investment of \$3 million, is provide a presentable space for large clients to visit, as well as space for future expansion.

US Foodservice	200	\$16,000,000	Mike Almquist	919-404-4100	Expanding
U.S. Foodservice in Zebulon has annouced an expansion square footage to 373,000. They have been growing rapi	of their facility. Thi	s announcement repres s, adding 25 jobs. Plans	sents an investment of \$16 m scall for them to continue ad	uillion as they add 98,000 s dding as many as 200 more	square feet, bringing to as growth continues

g their total es in the

Some of U.S. Foodservice's local customers include NC State University, Wake County Public Schools, Smithfield's Chicken and BBQ and Michael Deans.

WTVD - ABC 11 is adding five to seven employees to accommodate the additional newscast they will begin offering. They will produce a 10:00 p.m. newscast for WLFL, in addition to their 11:00 p.m. newscast. They currently have 80 employees. The new positions will include newscasters, producers and photographers. Expanding (919) 899-3600 Bernie Prazencia Y/Z WTVD-ABC 11