

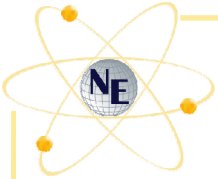
Standby Support Program

ITAAC Closure, Enforcement, and Assessment Workshop for New Reactors

U.S. Department of Energy

August 28, 2008

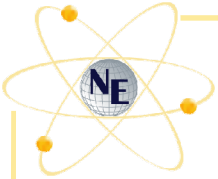




Standby Support - Contract Process

Two Step Process

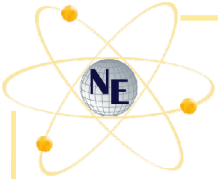
- Conditional Agreement (Step 1)
- Standby Support Contract (Step 2)



Standby Support Contract Process *(cont.)*

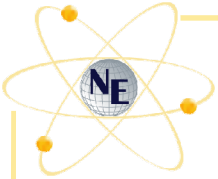
Conditional Agreement Requirements

- Docketed combined license application
- Summary schedule on projected dates of construction, testing, and full-power operation
- Detailed plan of intended financing for project
- Estimated amount and timing of payments for debt service
- Estimate of percentage of amount allocated to program accounts (Program/Grant)



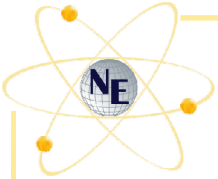
Standby Support Contract Process *(cont.)*

- First two facilities to meet all 9 conditions precedent may obtain initial two reactor slots – *regardless of technology*
 - » Obtain a conditional agreement,
 - » Issuance of a COL,
 - » Commence construction,
 - » All Federal, State, or local permits,
 - » All required insurance,
 - » Payment of required fees into the program and grant accounts,
 - » **Proposed ITAAC schedule,**
 - » Detailed systems-level construction schedule, and
 - » Detailed plan of financing for the project.



Standby Support Contract Process (cont.)

- **Alternatives for Delay Determination**
 - If Commission issues any rules, guidance, audit procedures, or formal opinions on its review of sponsor's ITAAC, Department would use that information to evaluate ITAAC delay. (Commission has indicated that it would issue such guidance)
 - If none of above issued, Department would independently evaluate sponsor's ITAAC schedule



Standby Support Schedule

- ⌚ Department issued final rulemaking in August 2006
- ⌚ Released Standard Conditional Agreement September 2007
 - Two Step Process: Conditional Agreement (Step 1), then Standby Support Contract (Step 2)
- ⌚ Released Request Instructions in December 2007
 - *All Information can be obtained at: www.nuclear.gov*