

Plant name:

Brunswick Steam Electric Plant, Unit 2

Docket Number:

50-324

1

The minimum financial assurance (MFA) estimate pursuant to 10 CFR 50.75(b) & (c):

\$587.9million

Did the licensee identify the amount of estimated radiological funds? (Y/N)

Y

2

The total amount of dollars accumulated at the end of the appropriate year: (see below)

Licensee:	% Owned:	Category:	Amount in Trust Fund:
Progress Energy Carolinas, Inc.	81.67%	1	\$247,040,027
North Carolina Eastern Municipal Power Agency	18.33%	1	\$87,015,018

Total Trust Fund Balance

\$334,055,045

3

Schedule of the annual amounts remaining to be collected: (provided/none)

provided

4

Assumptions used in determining rates of escalation in decommissioning costs, rates of earnings on decommissioning funds, and rates of other factors used in funding projections: (see below)

Rate of Return on Earnings	Escalation Rate	Rate(s) of Other Factors	Real Rate of Return	PUC Verified (Y/N)	Allowed through Decom (Y/N)	RAI Needed (Y/N)	Post-RAI		
							PUC Verified (Y/N)	Allowed through Decom (Y/N)	Rates Determined (Y/N)
variable ¹	3.00%		variable ¹	Y	N	N	Y	N	Y

5

Any contracts upon which the licensee is relying? (Y/N)

N

6

Any modifications to a licensee's method of providing decommissioning funding assurance? (Y/N)

N

7

Any material changes to trust agreements? (Y/N)

Y²

If a change has occurred, the reviewer will document on this sheet that a change has occurred and identify the reviewer who will evaluate the change: (see below)

¹ Rates provided are variable because the rates are not consistent throughout the funds of the licensee

² Effective 2/16/2010 Progress Energy Service Company, LLC engaged Watson Wyatt Investment Consulting, Inc., a Tower Watson company as its new investment advisor. Towers Watson Advises Progress Energy on its trust investments including its nuclear decommissioning trusts.

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Date of Operation:

Month: 12

Day: 31

Year: 2010

Termination of Operations:

12

27

2034

BWR/PWR	MWth	1986\$	ECI	Base Lx		Lx	Px	Latest Month Px	Base Px	Fx	Latest Month Fx	Base Fx		Ex		Bx
BWR	2923	\$130,307,000	112.8	1.98	0.65	2.23	1.676	191.4	114.2	3.049	250.0	82.0	0.13	2.307	0.22	12.54

NRC Minimum:

\$587,750,866

Site Specific:

Licensee:	% Owned:	Category	Amount of NRC Minimum/Site Specific:	Amount in Trust Fund:
Progress Energy Carolinas, Inc.	81.67%	1	\$480,016,132	\$247,040,027
North Carolina Eastern Municipal Power Agency	18.33%	1	\$107,734,734	\$87,015,018
Total Fund Balance:			\$334,055,045	

Step 1:
Earnings Credit:

Trust Fund Balance:	Real Rate of Return per year	Years Left in License	Total Earnings:	Does Licensee Pass:
\$334,055,045	2%	23.99	\$537,189,987	NO

Step 2:

Accumulation:

Value of Annuity per year (amount/See Annuity Sheet)	Real Rate of Return per year	Number of Annual Payments:	Total Annuity:
see annuity sheet	See Annuity Sheet		See Total Step 2

Total Annuity	Real Rate of Return per year	Years remaining after annuity	Total Step 2:
See Total Step 2	See Annuity Sheet	N/A	\$88,790,510

Total Step 1 + Step 2	Does Licensee Pass:
\$625,980,497	YES

Step 3:
Decom Period:

Total Earnings:	Real Rate of Return per year	Decom Period:	Total Earnings for Decom:
\$625,980,497	2%	7	\$46,537,164

Total of Steps 1 thru 3:	Does Licensee Pass:	Shortfall:
\$672,517,661	YES	NO

Signature: Aaron L. Szabo
Date: 7/26/2011
Signature: Jo Ann Simpson
Date: 8/10/2011

Spreadsheet created by: Aaron Szabo, Shawn Harwell
Formulas verified by: Clayton Pittiglio

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Month:12Day:31Year:2010

Termination of Operations:

12272034

If licensee is granted greater than 2% RRR

Step 4:
Earnings Credit:

Type of Fund	Trust Fund Balance:	Real Rate of Return	Years Left in	Total Earnings:	Does Licensee Pass:
North Carolina Qualified Fund	\$153,364,633	3.00%	23.99	\$602,223,875	YES
All Others	\$180,690,412	2.00%			

Step 5:
Accumulation:

Value of Annuity per year	Real Rate of Return per year	Number of Annual Payments:	Total Annuity:
see annuity sheet	See Annuity Sheet	0	See Total Step 4
Total Annuity	Real Rate of Return per year	Years remaining after annuity	Total Step 5
See Total Step 4	See Annuity Sheet	N/A	\$90,884,537
Total Step 4 + Step 5			Does Licensee Pass:
\$693,108,412			YES

Step 6:
Decom Period:

Total Earnings:	Real Rate of Return per year	Decom Period:	Total Earnings for Decom:
\$693,108,412	2.00%	7	\$51,527,644
Total of Steps 4 thru 6:		Does Licensee Pass:	Shortfall:
\$744,636,056		YES	NO

ANNUITY

Termination of Operations:12272034

Year	Annuity:	Real Rate of Return:	Total Accumulation
2011	\$7,060,354	2%	\$11,354,032
2012	\$7,060,354	2%	\$11,131,403
2013	\$7,060,354	2%	\$10,913,141
2014	\$7,060,354	2%	\$10,699,157
2015	\$7,060,354	2%	\$10,489,370
2016	\$7,060,354	2%	\$10,283,696
2017	\$7,060,354	2%	\$10,082,055
2018	\$678,033	2%	\$949,234
2019	\$678,033	2%	\$930,621
2020	\$678,033	2%	\$912,374
2021	\$678,033	2%	\$894,484
2022	\$678,033	2%	\$876,945
2023	\$678,033	2%	\$859,750
2024	\$678,033	2%	\$842,893
2025	\$678,033	2%	\$826,365
2026	\$678,033	2%	\$810,162
2027	\$678,033	2%	\$794,276
2028	\$678,033	2%	\$778,702
2029	\$678,033	2%	\$763,434
2030	\$678,033	2%	\$748,464
2031	\$678,033	2%	\$733,789
2032	\$678,033	2%	\$719,401
2033	\$678,033	2%	\$705,295
2034	\$678,033	2%	\$691,465

Total: \$88,790,510

ANNUITY

Termination of Operations: 12 27 2034

If licensee is granted greater than 2% RRR

Year	Annuity:	Real Rate of Return:	Total Accumulation	Year	Annuity:	Real Rate of Return:	Total Accumulation	Year	Annuity:	Real Rate of Return:	Total Accumulation
North Carolina Qualified				North Carolina NonQualified				South Carolina and Wholesale			
2011	\$4,847,082	3.00%	\$9,850,394	2011	\$8	2.00%	\$13	2011	\$2,213,264	2.00%	\$3,559,236
2012	\$96,902	3.00%	\$191,192	2012	\$4,750,188	2.00%	\$7,489,180	2012	\$2,213,264	2.00%	\$3,489,447
2013		3.00%	\$0	2013	\$4,847,090	2.00%	\$7,492,114	2013	\$2,213,264	2.00%	\$3,421,027
2014		3.00%	\$0	2014	\$4,847,090	2.00%	\$7,345,209	2014	\$2,213,264	2.00%	\$3,353,948
2015		3.00%	\$0	2015	\$4,847,090	2.00%	\$7,201,186	2015	\$2,213,264	2.00%	\$3,288,184
2016		3.00%	\$0	2016	\$4,847,090	2.00%	\$7,059,986	2016	\$2,213,264	2.00%	\$3,223,710
2017		3.00%	\$0	2017	\$4,847,090	2.00%	\$6,921,555	2017	\$2,213,264	2.00%	\$3,160,500
2018		3.00%	\$0	2018	\$445,886	2.00%	\$624,232	2018	\$232,147	2.00%	\$325,002
2019		3.00%	\$0	2019	\$445,886	2.00%	\$611,992	2019	\$232,147	2.00%	\$318,629
2020		3.00%	\$0	2020	\$445,886	2.00%	\$599,993	2020	\$232,147	2.00%	\$312,381
2021		3.00%	\$0	2021	\$445,886	2.00%	\$588,228	2021	\$232,147	2.00%	\$306,256
2022		3.00%	\$0	2022	\$445,886	2.00%	\$576,694	2022	\$232,147	2.00%	\$300,251
2023		3.00%	\$0	2023	\$445,886	2.00%	\$565,386	2023	\$232,147	2.00%	\$294,364
2024		3.00%	\$0	2024	\$445,886	2.00%	\$554,300	2024	\$232,147	2.00%	\$288,592
2025		3.00%	\$0	2025	\$445,886	2.00%	\$543,432	2025	\$232,147	2.00%	\$282,933
2026		3.00%	\$0	2026	\$445,886	2.00%	\$532,776	2026	\$232,147	2.00%	\$277,386
2027		3.00%	\$0	2027	\$445,886	2.00%	\$522,330	2027	\$232,147	2.00%	\$271,947
2028		3.00%	\$0	2028	\$445,886	2.00%	\$512,088	2028	\$232,147	2.00%	\$266,615
2029		3.00%	\$0	2029	\$445,886	2.00%	\$502,047	2029	\$232,147	2.00%	\$261,387
2030		3.00%	\$0	2030	\$445,886	2.00%	\$492,203	2030	\$232,147	2.00%	\$256,262
2031		3.00%	\$0	2031	\$445,886	2.00%	\$482,552	2031	\$232,147	2.00%	\$251,237
2032		3.00%	\$0	2032	\$445,886	2.00%	\$473,090	2032	\$232,147	2.00%	\$246,311
2033		3.00%	\$0	2033	\$445,886	2.00%	\$463,814	2033	\$232,147	2.00%	\$241,481
2034		3.00%	\$0	2034	\$445,886	2.00%	\$454,719	2034	\$232,147	2.00%	\$236,746
Total:			\$10,041,585	Total:			\$52,609,120	Total:			\$28,233,832
				Total: \$90,884,537							