

1 **Q. HAVE ANY SIGNIFICANT EVENTS OCCURRED SINCE THE REPORTING**
2 **PERIOD?**

3 **A.** Perhaps the most significant recent event is one that occurred after the reporting period
4 for this First Semi-Annual Report closed. That was the issuance of the ESP and the
5 Limited Work Authorization on August 26, 2009. This is a significant accomplishment.
6 However, we continue to review and refine our processes and practices to ensure that the
7 review of our COL application goes just as well. In addition, upon completion of the
8 installation of the heave and settlement equipment for Unit 3, major excavation has
9 begun.

10 **Q. WHAT NOTABLE CHALLENGES HAS THE COMPANY MANAGED DURING**
11 **THIS FIRST SEMI-ANNUAL REPORTING PERIOD?**

12 **A.** The Company described in the First Semi-Annual Report some of the recent challenges
13 to the budget and schedule of the Project that the Company is now managing. As the
14 Commission is well aware, this is a large, complex project with daily management
15 challenges. While no EPC change orders have been approved during the reporting
16 period, and while the Project continues to be on schedule and on budget, many issues are
17 being managed and watched, some of which could put pressure on the schedule and
18 budget. Among those items is timely finalization of the DCD, which requires NRC
19 approval of design changes such as the shield building and long-term regenerative
20 cooling. Although not currently expected to have an adverse impact on the overall
21 schedule, the finalization of the DCD could impact the progress of the COL application.
22 **REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED**
23 **REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED.**
24 On September 21, the Company received from the Consortium **REDACTED**
25 **REDACTED REDACTED.** We will manage that request such that it does not harm
26 retail customers. We are examining the **REDACTED REDACTED REDACTED**
27 **REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED**