

THE STATE OF NEW HAMPSHIRE
NUCLEAR DECOMMISSIONING FINANCING COMMITTEE
DOCKET NO. NDFC 2006-1

ORDER NO. 2

1 In the Final Report and Order of the Nuclear Decommissioning Financing
2 Committee (NDFC or Committee) in NDFC Docket 2006-1 (Final Order), the
3 NDFC required that the schedule of payments be reset in December 2006, based
4 on the Decommissioning Trust and Funding Assurance Escrow balances as of
5 November 30, 2006, plus the December 2006 contribution to the Funding
6 Assurance Escrow, plus estimated earnings for December on both the
7 Decommissioning Trust and Funding Assurance Escrow balances, minus the
8 estimated expenses applicable to both. In the Final Order the Committee also
9 approved the continuation of payments into the Funding Assurance Escrow
10 created in NDFC Docket 2003-1, with modification of the escrow payment
11 formula.

12 On December 22, 2006, in compliance with the Final Order, FPL Energy
13 Seabrook LLC (FPLE Seabrook), managing agent for the Seabrook Station, filed
14 a revised schedule of payments, entitled Seabrook Station Decommissioning Cost
15 Projections, prepared by Prime, Buchholz & Associates using the same
16 methodology as approved by the NDFC in the Final Order. Attachment 1.
17 Attachment 1 consists of twelve pages. For ease of reference, the schedules of
18 payment presented as Attachment 1 have been modified by the addition of
19 columns presenting the escrow payment and total contributions, as well as the

20 payments into the decommissioning trust on the summary page, which is
21 presented as page one of Attachment 1.

22 FPLE Seabrook also submitted a one page schedule for the 2006 payments
23 into the Funding Assurance Escrow. Attachment 2. In the Final Order the
24 Committee approved investment return assumptions for FPLE that are different
25 from the assumptions to be used by the other owners. The investment
26 assumptions used to calculate the schedules of payment for 2007 are presented in
27 Attachment 3.

28 Attachment 1 projects a decommissioning fund balance as of December
29 31, 2006, of \$378,251,946, and a projected decommissioning fund balance as of
30 December 31, 2007, of \$407,654,264. Attachment 2 projects Funding Assurance
31 Escrow balances of \$8,552,844 on December 31, 2006, and \$9,943,893 as of
32 December 31, 2007. The 2006 year-end balances for the decommissioning trust
33 and the Funding Assurance Escrow will be established by the audit to be
34 performed during the first quarter of 2007.

35 The total payments into the Trust and the Funding Assurance
36 Escrow will be \$2,032,026 in 2007. Of this amount, \$1,086,568 will be
37 deposited in the Funding Assurance Escrow, and \$945,458 will be deposited in
38 the Decommissioning Trust. As provided in the Final Order, FPLE will deposit
39 its entire 2007 obligation into the Funding Assurance Escrow, while the other
40 owners will continue to deposit 25% of their obligation into the escrow. All
41 required payments into the Decommissioning Trust will be made before any
42 amount is deposited in the Funding Assurance Escrow.

43 Because this Order memorializes compliance with requirements
44 established by a prior order of the Committee, the filings of the parties are
45 sufficient basis for the Committee to confirm compliance, and no public hearing
46 is required.

47 **Based on the foregoing, it is hereby**

48
49 **ORDERED**, that the schedule of payments presented as Attachment 1 and
50 the contributions to the Funding Assurance Escrow presented as Attachment 2,
51 filed in compliance with the Final Order of the Committee in NDFC Docket
52 2006-1, are approved, and shall be effective as of January 1, 2007, for the
53 Seabrook Station owners and continue in effect until changed by order of the
54 NDFC; and it is

55 **FURTHER ORDERED**, that Hudson Light and Power Department,
56 Massachusetts Municipal Wholesale Electric, and Taunton Municipal Lighting
57 Plant are hereby required to make monthly payments into the Nuclear
58 Decommissioning Financing Fund and the Funding Assurance Escrow, in
59 accordance with the Final Order and the schedules provided as Attachment 1 and
60 Attachment 2 to this Order until further ordered by the Committee; and it is

61 **FURTHER ORDERED**, that FPLE shall deposit \$771,415 into the
62 Funding Assurance Escrow no later than June 30, 2007.

63 By Order of the Nuclear Decommissioning Financing Committee this
64 twenty-ninth day of December, 2006.

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Thomas B. Getz
Chairman