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U.S. Nuclear Regulatory Commission
Attention: Document Control Desk
Washington, D.C. 20555-0001

**SHEARON HARRIS NUCLEAR POWER PLANT, UNITS 2 AND 3
DOCKET NOS. 52-022 AND 52-023
REQUEST FOR EXEMPTION FROM THE REQUIREMENTS OF 10 CFR PART 50,
APPENDIX E SECTION I.5 CONCERNING EMERGENCY PREPAREDNESS REGULATIONS**

- References:
1. 10 CFR Parts 50 and 52, RIN 3150-A110, Enhancements to Emergency Preparedness Regulations, November 2011
 2. Letter from James Scarola (PEC) to U.S. Nuclear Regulatory Commission (NRC), dated February 18, 2008, "Application for Combined License for Shearon Harris Nuclear Power Plant Units 2 and 3," Serial: NPD-NRC-2008-001
 3. Letter from Christopher M. Fallon (DEP) to U.S. Nuclear Regulatory Commission, dated May 2, 2013, "Combined License Application (COLA) Review," Serial: NPD-NRC-2013-019
 4. Letter from Christopher M. Fallon (DEP) to U.S. Nuclear Regulatory Commission, dated August 1, 2014, "Request for Exemption from the Requirements of 10 CFR Part 50, Appendix E Section I.5 Concerning Emergency Preparedness Regulations," Serial: NPD-NRC-2014-030
 5. Duke Energy Progress Combined License Application for Shearon Harris Nuclear Power Plants Units 2 and 3 - Exemption Issuance; Federal Register Vol. 79, No. 232, 71793, December 3, 2014

Ladies and Gentlemen:

By letter dated February 18, 2008 (Reference 2), Duke Energy Progress (DEP) submitted an application for a combined construction permit and operating license for two AP 1000 advanced pressurized water reactors to be located at the existing Shearon Harris Nuclear Plant site. By letter dated May 2, 2013 (Reference 3), DEP requested that the Nuclear Regulatory Commission (NRC) suspend review of the Shearon Harris Nuclear Plant Units 2 and 3 (HAR) combined license application (COLA). The NRC granted that request.

By letter dated August 1, 2014 (Reference 4), DEP requested an exemption from the requirement to revise the HAR COLA to reflect enhancements to emergency preparedness (EP) regulations in accordance with Reference 1. The NRC granted an exemption which allows

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submittal of the revised COLA that complies with the enhancements to the EP rules prior to any request to NRC to resume the review, and in any event, no later than December 31, 2015 (Reference 5).

The purpose of this letter is to request an additional one year exemption from the requirement set forth in 10 CFR Part 50 Appendix E, Section I.5, as applicable to HAR, that an applicant for a combined license under 10 CFR Part 52 submit a revised COLA that complies with the changes to EP regulations under the final rule issued November 23, 2011. Specifically, given that the NRC's review of the HAR COLA has been suspended and remains suspended, DEP requests an exemption from the requirement to submit a revision to the COLA to reflect the changes to the EP regulations by December 31, 2015. Enclosure 1 provides the basis for this exemption request. If the exemption is granted, DEP commits to submitting the next HAR COLA update, including revisions that comply with the enhancements to the EP rules, prior to any request to NRC to reactivate the HAR COLA review should DEP decide to proceed with the COL application in the future. Further, DEP will provide this update to the HAR COLA, or take such other action as may be appropriate, no later than December 31, 2016.

If you have any further questions, or need additional information, please contact Bob Kitchen at (704) 382-4046, or me at (704) 382-9248.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on August 12, 2015.

Sincerely,



Christopher M. Fallon
Vice President
Nuclear Development

Enclosure:

1. Basis for Exemption from 10 CFR Part 50, Appendix E Section I.5 Concerning Emergency Preparedness Regulations for Shearon Harris Nuclear Power Plant Units 2 & 3

cc : U.S. NRC Region II, Regional Administrator (w/o enclosure)
U.S. NRC Resident Inspector, SHNPP Unit 1 (w/o enclosure)
Mr. Brian Hughes, U.S. NRC Project Manager (w/enclosure)

Enclosure 1

Basis for Exemption from
10 CFR Part 50, Appendix E Section I.5
Concerning Emergency Preparedness Regulations
for
Shearon Harris Nuclear Power Plant
Units 2 & 3

I. Proposed Exemption

RIN 3150-AI10 (Reference 1), which became effective as a final rule on December 23, 2011 (76 Fed. Reg. 72560), amended certain emergency preparedness (EP) requirements in the Nuclear Regulatory Commission's (NRC or Commission) regulations governing domestic licensing of production and utilization facilities. As set forth in 10 CFR Part 50, Appendix E, Section I.5, the final rule requires that an applicant for a combined license under 10 CFR Part 52, docketed as of the final rule's effective date, revise its combined license application (COLA) to comply with the changes promulgated by the final rule no later than December 31, 2013. By letter dated November 21, 2013 (Reference 6), the NRC granted an exemption which allows submittal of the revised Shearon Harris Nuclear Power Plant Units 2 and 3 (HAR) COLA that complies with the enhancements to the EP rules prior to any request to NRC to resume the review, and in any event, no later than December 31, 2014. Further, NRC granted an additional exemption on December 3, 2014 (Reference 7) such that the revised HAR COLA addressing enhancements to the EP rules is currently required no later than December 31, 2015.

Given that the NRC's review of the HAR COLA remains suspended, Duke Energy Progress (DEP) is requesting an additional one year exemption from 10 CFR Part 50, Appendix E, Section I.5 for the HAR COLA. Specifically, DEP requests an exemption from the requirement to submit a revision to the COLA to reflect the changes to the EP regulations by December 31, 2015. DEP commits to submitting the next HAR COLA update, including revisions that comply with the enhancements to the EP rules, prior to any request to NRC to reactivate the HAR COLA review should DEP decide to proceed with the COLA in the future. Further, DEP will provide this update to the HAR COLA, or take such other action as may be appropriate, no later than December 31, 2016.

In summary, the requested exemption is a schedule change from the requirements of 10 CFR Part 50, Appendix E, Section I.5, which is requested in an effort to achieve efficiency and limit the unnecessary expenditure of resources, given that the NRC's review of the HAR COLA is currently suspended. The exemption would allow DEP to submit the revised HAR COLA to reflect changes to EP regulations at a later time, in an orderly and efficient manner without undue expenditure of resources, in concert with the NRC staff reinstituting its review of the HAR COLA. The COLA update is required by regulation; therefore, deferral of the update requires an exemption.

II. Background

By letter dated February 18, 2008 (Reference 2), DEP submitted the HAR COLA, under 10 CFR Part 52, Subpart C, of the NRC's regulations. The NRC staff docketed the application on April 17, 2008 (Reference 3). By letter dated May 2, 2013, DEP requested that the NRC suspend the review of the HAR COLA and related activities (Reference 4). The NRC agreed to the requested suspension. The HAR COLA remains docketed.

By letter dated July 29, 2013 (Reference 5), DEP requested an exemption from the requirement to revise the HAR COLA to reflect enhancements to EP regulations in accordance with Reference 1. By letter dated November 21, 2013 (Reference 6), the NRC granted an exemption which allows submittal of the revised COLA that complies with the enhancements to the EP rules prior to any request to NRC to resume the review, and in any event, no later than December 31, 2014. NRC granted an additional exemption on December 3, 2014

(Reference 7) such that the revised HAR COLA addressing enhancements to the EP rules is currently required no later than December 31, 2015.

III. Exemption Requirements

Pursuant to 10 CFR 50.12(a)(1) and (2), the Commission may, upon application by any interested person or upon its own initiative, grant exemptions from the requirements of 10 CFR Part 50 when:

(1) The exemptions are authorized by law, will not present an undue risk to public health and safety, and are consistent with the common defense and security; and,

(2) Special circumstances are present.

Pursuant to 10 CFR 50.12(a)(2), "special circumstances" exist if:

(ii) Application of the regulation in the particular circumstances would not serve the underlying purpose of the rule or is not necessary to achieve the underlying purpose of the rule; or

(iii) Compliance would result in undue hardship or other costs that are significantly in excess of those contemplated when the regulation was adopted, or that are significantly in excess of those incurred by others similarly situated; or ...

(v) The exemption would provide only temporary relief from the applicable regulation and the licensee or applicant has made good faith efforts to comply with the regulation.

IV. Basis for the Exemption

A. Authorized by Law

The requested exemption is authorized by law. As set forth above, 10 CFR 50.12 allows the NRC to grant exemptions from the requirements of Part 50, such as 10 CFR Part 50, Appendix E, Section I.5, without violating the Atomic Energy Act of 1954, as amended, or the Commission's regulations. This exemption request is for temporary relief from the requirement of 10 CFR Part 50, Appendix E, Section I.5, given that the NRC's review of the HAR COLA has been suspended. The exemption would allow the applicant to submit the HAR COLA update prior to requesting reactivation of the NRC's HAR COLA review and no later than December 31, 2016.

B. No Undue Risk to Public Health and Safety

Granting the requested exemption will not create undue risk to public health and safety. The underlying purpose of 10 CFR Part 50, Appendix E, Section I.5 is to provide for timely, comprehensive update of the emergency preparedness requirements in a COLA in order to support an effective and efficient review of the COLA by NRC staff and issuance of the staff's safety evaluation report. Because the NRC's review of the HAR COLA is currently suspended, any update to the COLA that DEP submits during such suspension would not be reviewed by the NRC. The requested exemption is solely administrative in nature in that it pertains to the

schedule for submitting revisions to the HAR COLA for which the NRC's review has been suspended.

Because this exemption request relates only to a timing and administrative issue regarding a suspended COLA, and not to a license that has been or is about to be granted, there are no safety implications associated with granting this exemption request. No new health or safety issues will be created if the filing of the COLA update to reflect compliance with the revised EP regulations is postponed. Neither the probability of postulated accidents nor their consequences would be increased in any manner if the request were granted. There would be no undue risk to public health and safety.

C. Consistent with Common Defense and Security

Granting the requested exemption is consistent with the common defense and security. This exemption requesting a change in the timing for submitting an update to a suspended COLA has no relation to common defense and security issues. The common defense and security would not be impacted by granting this exemption.

D. Special Circumstances

Special circumstances supporting this exemption request are present under 10 CFR 50.12(2) (ii), (iii) and/or (v).

The purpose of 10 CFR Part 50, Appendix E, Section I.5 is to provide for timely, comprehensive update of the emergency preparedness requirements in a COLA in order to support an effective and efficient review of the COLA by NRC staff and issuance of the staff's safety evaluation report. The regulations at 10 CFR Part 50, Appendix E, Section I.5 requiring a COLA update do not address, and do not appear to have contemplated, a situation in which the applicant suspended its pursuit of the COL and the NRC staff has suspended review of the COLA.

Even if DEP were to submit the updated HAR COLA when it is currently due, the purpose of 10 CFR Part 50, Appendix E, Section I.5 would go unfulfilled since the NRC has suspended its review of the HAR COLA. The COLA is an extensive document, and updating it requires significant effort. DEP believes that submitting the required COLA update to a COLA for which review has been suspended requires effort and resources in excess of those contemplated by the rule. As such, special circumstances are present under 10 CFR 50.12(a)(2)(iii), because complying with the schedule in the rule would result in undue hardship and unnecessary costs to DEP. Moreover, special circumstances are also present under 10 CFR 50.12(a)(2)(ii), because submitting the COLA update prior to reactivation of the HAR COLA review or no later than December 31, 2016 would be consistent with the underlying purpose of the rule, which is to support an effective and efficient review by NRC staff and issuance of the staff's safety evaluation report.

In addition, special circumstances are present under 10 CFR 50.12(a)(2)(v), because DEP's exemption request seeks only temporary relief from the requirement in 10 CFR Part 50, Appendix E, Section I.5. DEP requests exemption from this requirement because the review of the HAR COLA is suspended. As stated above, DEP commits to submitting the next HAR COLA update, including revisions that comply with the enhancements to the EP rules, prior to any request to NRC to reactivate the HAR COLA review should DEP decide to proceed with the COL application in the future. Further, DEP will provide this update to the HAR COLA, or take

such other action as may be appropriate, no later than December 31, 2016. Accordingly, DEP is acting in good faith to comply with the regulation.

V. Conclusion

Based on the considerations discussed above, the requested exemption:

- (1) is authorized by law,
- (2) will not present an undue risk to public health and safety,
- (3) is consistent with the common defense and security, and
- (4) special circumstances are present.

Therefore, DEP requests that the Commission exempt DEP from the requirement of submitting an update to the HAR COLA to demonstrate compliance with the changes to the EP regulations by December 31, 2015.

VI. References

1. 10 CFR Parts 50 and 52, RIN 3150-AI10, Enhancements to Emergency Preparedness Regulations, November 2011
2. Letter from James Scarola (PEC) to U.S. Nuclear Regulatory Commission (NRC), dated February 18, 2008, "Application for Combined License for Shearon Harris Nuclear Power Plant Units 2 and 3," Serial: NPD-NRC-2008-001
3. Letter from U.S. Nuclear Regulatory Commission (NRC) to James Scarola (PEC), dated April 17, 2008, "Acceptance Review for the Shearon Harris Nuclear Power Plant Units 2 and 3 Combined License Application"
4. Letter from Christopher M. Fallon (DEP) to U.S. Nuclear Regulatory Commission (NRC), dated May 2, 2013, "Combined License Application (COLA) Review," Serial: NPD-NRC-2013-019
5. Letter from Christopher M. Fallon (DEP) to U.S. Nuclear Regulatory Commission, dated July 29, 2013, "Request for Exemption from NOVEMBER 2011 Final Rule Concerning Enhancements to Emergency Preparedness Regulations (RIN 3150-AI10)," Serial: NPD-NRC-2013-030
6. Letter from Brian Hughes (NRC) to Christopher M. Fallon (DEP), dated November 21, 2013, "Shearon Harris Nuclear Power Plant, Units 2 and 3 Combined License Application Exemption from the Requirements of 10 CFR Part 50, Appendix E Section I.5
7. Duke Energy Progress Combined License Application for Shearon Harris Nuclear Power Plants Units 2 and 3 - Exemption Issuance; Federal Register Vol. 79, No. 232, 71793, December 3, 2014