

434 Fayetteville Street Suite 2800 Raleigh, NC 27601 Tel (919) 755-8700 Fax (919) 755-8800 www.foxrothschild.com

GRAY STYERS Direct No: 919.755.8741 Email: GStyers@Foxrothschild.com

January 7, 2021

Ms. Kimberly Campbell Chief Clerk North Carolina Utilities Commission 4325 Mail Service Center Raleigh, NC 27699-4300

Re: Reidsville Energy Center

Docket No. EMP-92, SUB 0

Annual Progress Report -- Pursuant to Commission Rule R8-63(f)

Dear Ms. Campbell:

Please file this Annual Progress Report in Docket No. EMP-92, Sub 0.

On January 19, 2017, the Reidsville Energy Center ("REC"), located in Rockingham County, North Carolina, received the Order Granting a Certificate of Public Convenience and Necessity issued by the North Carolina Utilities Commission ("Commission"). In compliance with said Order, Commission Rule R8-63(f), and North Carolina General Statute § 62-110.1(f), NTE Carolinas II submits for filing, in the above-referenced docket, its annual progress report for REC.

As noted in previous reports and explained in more detail in the Direct Testimony of Michael C. Green filed on October 12, 2020, NTE Carolinas II has completed a number of major project activities since the issuance of the Certificate of Public Convenience and Necessity by the Commission, including the following:

• Received the Air Quality Permit No. 10494R00 (and required extension) from the Department of Environmental Quality, Division of Air Quality;

A Pennsylvania Limited Liability Partnership

California Colorado Delaware District of Columbia Florida Georgia Illinois Minnesota Nevada New Jersey New York North Carolina Pennsylvania South Carolina Texas Washington Reidsville Energy Center Annual Progress Report Docket No. EMP-92, Sub 0 January 7, 2021 Page 2 of 2

- Filed its Exempt Wholesale Generator Status with the Federal Energy Regulatory Commission in Docket No. EG18-2-000;
- Received a Determination of No Hazard to Air Navigation from the FAA (Aeronautical Study No. 2019-ASO-35707-OE);
- Received the Nationwide Wetlands Permit from the U.S. Army Corps of Engineers and the Section 401 Water Quality Certification from the North Carolina Department of Environmental Quality Division of Water Resources (DWR #2017-0067 v2);
- Submitted to the U.S. Department of Energy a self-certification of fuel use under the Power Plant and Industrial Fuel Use Act of 1978 as amended, 42 U.S.C. § 8311(d);
- Executed the Amended & Restated Utilities Agreement with Rockingham County, North Carolina;
- Executed the Large Generator Interconnection Agreement ("LGIA") with Duke Energy Carolinas, LLC ("DEC").

NTE Carolinas II filed its Motion to Renew its Certificate of Public Convenience and Necessity on November 27, 2019, and has filed direct and response testimony of Michael C. Green in support of that motion. NTE Carolinas II incorporates herein the information contained in that Motion and Testimony as part of this Annual Report. NTE Carolinas II is waiting for the Commission's Order on its motion before procuring financing and setting a new construction schedule and Commercial Operations Date for the facility.

Please do not hesitate to contact me if you have any questions or comments regarding this report.

Sincerely,

M. Gray Styers, Jr.,

M. Shay Styens, Jr

Counsel for NTE Carolinas, II

Cc: Michael C. Green, Managing Partner, NTE Carolinas, II Maribel Zambrana, Esq., General Counsel, NTE Carolinas, II Len Green, Esq., NCUC Senior Staff Attorney