

Admitted to Practice in Maryland and the District of Columbia

Phone: (410) 332-8668 Mobile: (410) 303-8840

> Fax: (410) 332-8870 cmonk@saul.com www.saul.com

February 4, 2008

Ms. Terry J. Romine, Executive Secretary Maryland Public Service Commission 6 Saint Paul Street, 16th Floor Baltimore, Maryland 21202

Re: In the Matter of the Application of UniStar Nuclear Energy, LLC and UniStar Nuclear Operating Services, LLC for a Certificate of Public Convenience and Necessity to Construct a Nuclear Power Plant at Calvert Cliffs in Calvert County, Maryland (Maryland Public Service Commission Case No. 9127).

Dear Ms. Romine:

UniStar Nuclear Energy, LLC and UniStar Nuclear Operating Services, LLC (collectively "UniStar") have received the reply letter submitted jointly by the Nuclear Information Resource Service ("NIRS") and Beyond Nuclear on January 23, 2008. Based upon NIRS's and Beyond Nuclear's refinement of their respective bases of intervention to fall within the appropriate statutory boundaries of this CPCN application process (MD. PUB. UTIL. Cos. Ann. Code, §7-207(e)), UniStar withdraws its objection to the proposed intervention of NIRS and Beyond Nuclear. UniStar will, however, continue its efforts to ensure that these proceedings remain properly focused on relevant (and non-preempted) topics.

In this regard, it is important to correct a fundamental misunderstanding that permeates the joint reply letter and leads NIRS and Beyond Nuclear to suggest that Maryland's electric ratepayers will bear the costs of construction of this facility. See Joint Reply Letter at 2 ("petitioners anticipate a robust exploration of the economics of the proposed plant, as it will be an extraordinarily expensive facility, with unique financing, and a set of costs and economic contingencies that may not be the best interests of [NIRS's and Beyond Nuclear's] members, ratepayers, or the public."). UniStar is not a rate regulated utility under PSC jurisdiction and Calvert 3 will not be a rate-based power plant. Thus, the Applicants' shareholders bear the

UniStar affirmatively states that it has no objection to the proposed intervention of Public Citizen, represented by the same counsel, which has identified appropriate topics of intervention.

Ms. Terry J. Romine, Executive Secretary February 4, 2008 Page 2

economic risks associated with the construction and operation of the proposed unit – not Maryland ratepayers as is suggested by NIRS and Beyond Nuclear.

Very truly yours,

Charles O. Monk, II
J. Joseph Curran, III
SAUL EWING LLP
500 E. Pratt Street
Baltimore, Maryland 21202
(410) 332-8668 (telephone)
(410) 332-8870 (facsimile)
cmonk@saul.com (email)
jcurran@saul.com (email)

Counsel for UniStar

COM/jlm

cc: Lisa M. Decker, Esquire

Deborah E. Jennings, Esquire

Bryan Moorhouse, Chief Hearing Examiner

Service List

Ms. Terry J. Romine, Executive Secretary February 4, 2008 Page 3

CERTIFICATE OF SERVICE

I, Charles O. Monk, II, hereby certify that on this 4th day of February 2008, the foregoing letter brief was served on all parties and interested persons on the attached service list via first class mail.

Charles O. Monk, II

PRELIMINARY SERVICE LIST - CASE NO. 9127

January 16, 2008

Parties:

Deborah E. Jennings, Esq.
DLA Piper US LLP
111 South Calvert Street, Suite 1950
Baltimore, MD 21202-6193
(410) 580-4180
(410) 580-3180 (FAX)
Email: deborah.jennings@dlapiper.com

and

Charles O. Monk, II, Esq. Saul Ewing LLP 500 East Pratt Street, 8th Floor Baltimore, MD 21202 (410) 332-8668 (410) 303-8840 (cell) (410) 332-8870 (FAX) Email: cmonk@saul.com

and

Rod M. Krich Senior Vice President-Regulatory Affairs UniStar Nuclear Energy, LLC & UniStar Nuclear Operating Services, LLC 750 East Pratt Street, 14th Floor Baltimore, MD 21202

James W. Boone, Esq.
Staff Counsel
Public Service Commission
William Donald Schaefer Tower
6 St. Paul Street
Baltimore, MD 21202-6806
(410) 767-8120
(410) 333-6086 (FAX)
Email: jboone@psc.state.md.us

Paula M. Carmody, Esq.
People's Counsel
William Donald Schaefer Tower
6 St. Paul Street, Suite 2102
Baltimore, MD 21202-6806
(410) 767-8150
(410) 333-3616 (FAX)
Email: paulac@opc.state.md.us

Interested Persons:

Honorable Wilson H. Parran President Board of County Commissioners Courthouse 175 Main Street Prince Frederick, MD 20678 (410) 535-1600, ext. 2214 (301) 855-1243, ext. 2214 fax: (410) 535-5594 Email: parranwh@co.cal.md.us

Emanuel Demedis, Esq.
County Attorney
Courthouse
175 Main Street
Prince Frederick, MD 20678
(410) 535-1600, ext. 2292
e-mail: demedis@co.cal.md.us

Gregory A. Bowen
Director
Department of Planning & Zoning
County Services Plaza
150 Main Street
Prince Frederick, MD 20678
(410) 535-2348
e-mail: bowenga@co.cal.md.us

M. Brent Hare, Esq.
Brent A. Bolea, Esq.
Assistants Attorney General
Maryland Energy Administration
1623 Forest Drive, Suite 300
Annapolis, MD 21403
(410) 260-7655 (Mr. Hare)
(410) 260-7538 (Mr. Bolea)
(410) 974-2250 (FAX)
Email: bhare@energy.state.md.us

Email: bhare@energy.state.md.us bbolea@energy.state.md.us

Louise Lawrence
Executive Director
State Soil Conservation Committee
Maryland Department of Agriculture
50 Harry S. Truman Parkway, Room 306
Annapolis, MD 21401
(410) 841-5863
Email: lawrenl@mda.state.md.us

David W. Edgerley
Secretary
Department of Business and Economic
Development
217-E. Redwood Street, 23rd Floor
Baltimore, MD 21202
(410) 767-6301
(410) 333-1836 (FAX)
Email: dedgerley@choosemaryland.org

Shari T. Wilson
Secretary
Department of the Environment
Montgomery Park Business Center
1800 Washington Boulevard
Baltimore, MD 21230
(410) 537-3084
Email: stwilson@mde.state.md.us

Tad Aburn
Director
Air & Radiation Management Administration
Department of the Environment
Montgomery Park Business Center
1800 Washington Boulevard
Baltimore, MD 21230
(410) 537-3255

Jay Sakai
Director-Water Management Administration
Department of the Environment
Montgomery Park Business Center
1800 Washington Boulevard
Baltimore, MD 21230
(410) 537-3512
Email: jsakai@mde.state.md.us

Malcolm D. Woolf
Director
Maryland Energy Administration
State of Maryland Executive Department
1623 Forest Drive, Suite 300
Annapolis, MD 21403
(410) 260-7511
(410) 974-2250 (FAX)
Email: meainfo@energy.state.md.us

John M. Colmers
Secretary
Department of Health and Mental Hygiene
201 West Preston Street, 5th Floor
Baltimore, Maryland 21201
(410) 767-4639
(410) 767-6489 (FAX)
Email: jcolmers@dhmh.state.md.us

J. Rodney Little
Director-Maryland Historical Trust
Department of Planning
100 Community Place
Crownsville, MD 21032
(410) 514-7601
(410) 514-7678 (FAX)
Email: rlittle@mdp.state.md.us

John R. Griffin Secretary Department of Natural Resources Tawes State Office Building, C4 580 Taylor Avenue Annapolis, MD 21401-2397 (410) 260-8101 (410) 260-8111 (FAX)

Jeffrey P. Halka Acting Director Maryland Geological Survey Maryland Department of Natural Resources 2300 St. Paul Street, Suite 440 Baltimore, MD 21218 (410) 554-5500 (410) 554-5502 (FAX) Dr. Peter Dunbar, Ph.D Director Power Plant Assessment Division Department of Natural Resources Tawes State Office Building, C4 580 Taylor Avenue Annapolis, MD 21401-2397 (410) 260-8660 (410) 260-8670 (FAX)

Richard Eberhart Hall
Secretary
Maryland Department of Planning
301 West Preston Street
Baltimore, MD 21201-2365
(410) 767-4510
(410) 767-4480 (FAX)
Email: rhall@mdp.state.md.us

John D. Porcari Secretary Department of Transportation 7201 Corporate Center Drive P.O. Box 548 Hanover, MD 21076 (410) 865-1000 (410) 865-1334 (FAX) Email: jporcari@mdot.state.md.us

Timothy Campbell
Executive Director
Maryland Aviation Administration
Maryland Department of Transportation
P.O. Box 8766
Third Floor, Terminal Building
BWI Airport, MD 21240-0766
(410) 859-7060
(410) 850-4729 (FAX)
Email: tcampbell@bwiairport.com

Statewide Utility Coordinator Office of Construction Department of Transportation 211 E. Madison Street Baltimore, Maryland 21202 (410) 545-5546 Neil J. Pedersen Administrator State Highway Administration Maryland Department of Transportation 707 North Calvert Street, Room C-400 Baltimore, MD 21202 (410) 545-0400 Email: Npedersen@sha.state.md.us

Director U.S. Fish and Wildlife Service The Chesapeake Bay Field Office 177 Admiral Cochrane Drive Annapolis, MD 21401 (410) 573-4500 (410) 224-2781 (FAX)

Office of the Manager Federal Aviation Administration Baltimore Area Office BWI Airport, Maryland 21240 (410) 859-7225

Honorable Magalie Roman Salas Secretary Federal Energy Regulatory Commission 888 First Street, N.E. Washington, D.C. 20426

Dirk Kempthorn Secretary United States Department of the Interior 1849 C Street, N.W. Washington, D.C. 20240 (202) 208-3100

Superintendent Shenandoah National Park 3655 U.S. Highway 211 East Luray, VA 22835 Terry J. Harris, Esq.
Law Offices of Terry J. Harris
10 N. Calvert Street, Suite 542
Baltimore, MD 21202
(410) 576-0800
Email: tjharris@abs.net
(for Maryland Public Interest Research Group
(Maryland PIRG) and the Nuclear
Informationa nd Research Service (NIRS) 1
and Public Citizen2)

¹ Filed petition to intervene on 12/31/07.

² Filed petition to intervene on 1/16/8.