February 14, 2012

The Honorable Jocelyn Boyd  
Chief Clerk and Administrator  
Public Service Commission of South Carolina  
101 Executive Center Drive  
Columbia, South Carolina 29210

Re: Quarterly Report of SCE&G Concerning Construction of V.C. Summer Nuclear Station Units 2 and 3

Dear Ms. Boyd:

Enclosed please find informational copies of South Carolina Electric & Gas Company’s (the “Company” or “SCE&G”) Quarterly Report (the “Report”) for the period ending December 31, 2011, related to the construction of V.C. Summer Nuclear Station Units 2 and 3 (the “Units”). This Report is being filed with the South Carolina Office of Regulatory Staff (“ORS”) pursuant to the Base Load Review Act, S.C. Code Ann. § 58-33-277 (Supp. 2011) and the provisions of Order No. 2009-104(A) of the Public Service Commission of South Carolina (the “Commission”).

Because this Report contains certain commercially sensitive information, SCE&G is filing both redacted (Public) and unredacted (Confidential) versions of this Report with the Commission and with ORS. For your convenience, we are providing you with ten (10) copies of the Public version of this Report. SCE&G is also providing one (1) copy of the Confidential version of this Report and is hereby petitioning the Commission to enter a confidentiality order protecting the commercially sensitive information contained therein from disclosure, as set forth below.

The Confidential version of this Report contains confidential information related to the pricing and pricing terms of the Engineering, Procurement and Construction Agreement (the “EPC Contract”) between SCE&G and a consortium consisting of Westinghouse Electric Company, LLC and the Shaw Group (collectively, the “Contractor”). The EPC Contract contains confidentiality provisions that require SCE&G to protect proprietary information that the Contractor believes to constitute trade secrets and to be commercially sensitive. The Contractor has requested that SCE&G maintain the confidentiality of certain information contained in Appendix 2 and Appendix 3. This confidential information has been redacted from the Public Version of these appendices.

In keeping with the Contractor’s request and the terms of the EPC Contract, SCE&G respectfully requests that the Commission find that the Confidential version of the Report

Concentrating on public finance, governmental and utility representation.

To this end, and in accordance with Commission Order No. 2005-226, dated May 6, 2005, in Docket No. 2005-83-A, enclosed with this letter is as follows:

1. A true and correct copy of the Confidential version of the Report in a sealed envelope marked “CONFIDENTIAL.” The title page of the Confidential version of the Report is marked “CONFIDENTIAL VERSION” and each confidential page of the Confidential version of the Report is marked “CONFIDENTIAL EXHIBIT.”

2. Ten copies of a redacted Public version of the Report.

SCE&G respectfully requests, in the event that anyone should seek disclosure of the unredacted Confidential version of the Report, that the Commission notify SCE&G of such request and provide it and the Contractor with an opportunity to obtain an order from this Commission or a court of competent jurisdiction protecting the Confidential version of this document from disclosure.

If you have any questions regarding these matters, please advise.

Sincerely,

Belton T. Zeigler

cc: C. Dukes Scott
    John Flitter
    Shannon Bowyer Hudson, Esquire
    K. Chad Burgess, Esquire
BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2009-196-E

IN RE:

In re:
Combined Application of South Carolina Electric & Gas Company for a Certificate of Environmental Compatibility and Public Convenience and Necessity for a Base Load Review Order for the Construction and Operation of a Nuclear Facility in Jenkinsville, South Carolina

CERTIFICATE OF SERVICE QUARTERLY REPORT ENDING DECEMBER 31, 2011

This is to certify that I have caused to be served this day one (1) copy of the Confidential Version and ten (10) copies of the Public Version of South Carolina Electric & Gas Company’s Letter and Quarterly Report Ending December 31, 2011, upon the person named below, via hand delivery and electronic mail to the PSC as listed below:

The Honorable Jocelyn Boyd
Chief Clerk and Administrator
Public Service Commission of South Carolina
101 Executive Center Drive
Columbia, South Carolina 29210
jocelyn.boyd@psc.sc.gov

Wendy Mooneyham
Assistant to Belton T. Zeigler

Columbia, South Carolina
This 14th day of February, 2012
February 14, 2012

C. Dukes Scott, Executive Director
John Flitter, Director of Electric and Gas Regulation
Shannon Bowyer Hudson, Esquire
Office of Regulatory Staff
1401 Main Street, Suite 900
Columbia, SC 29201

Re: Quarterly Report of SCE&G Concerning Construction of V.C. Summer Nuclear Station
Units 2 and 3

Dear Mr. Scott:

Enclosed please find South Carolina Electric & Gas Company’s (the “Company” or “SCE&G”) Quarterly Report (the “Report”) for the period ending December 31, 2011, related to the construction of V.C. Summer Nuclear Station Units 2 and 3 (the “Units”). This Report is filed pursuant to the Base Load Review Act, S.C. Code Ann. § 58-33-277 (Supp. 2011) and the provisions of Order No. 2009-104(A) of the Public Service Commission of South Carolina (the “Commission”).

Because the Report contains certain commercially sensitive information, SCE&G is filing both redacted (Public) and unredacted (Confidential) versions of this Report. For your convenience, SCE&G is providing two (2) copies of the Public version of this Report. In addition, we are providing you with ten (10) copies of the Confidential version of this Report. The Confidential version of this Report is being submitted to you pursuant to the Confidentiality Agreement entered into between ORS and SCE&G on July 21, 2009.

SCE&G submits that the information designated as confidential is entitled to protection from public disclosure under the S.C. Rules of Civil Procedural and is exempt from public disclosure under S.C. Code Ann. § 30-4-10, et seq. Accordingly, the Confidential version of this Report contains unredacted versions of Appendix 2 and Appendix 3 and is being provided to you pursuant to S.C. Code Ann. § 58-4-55(c) (Supp. 2011) such that ORS may fulfill its statutory obligation under S.C. Code Ann. § 58-33-277(B). SCE&G intends to file the Confidential version of this Report with the Commission and will seek an appropriate protective order.
SCE&G looks forward to working with the ORS in its review and audit of this information. If you have any questions regarding these matters, please advise.

Sincerely,

Belton T. Zeigle

Enclosures

cc: The Honorable Jocelyn Boyd
K. Chad Burgess, Esquire
BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
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QUARTERLY REPORT
ENDING DECEMBER 31, 2011

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C. Dukes Scott, Executive Director
John Flitter, Director of Electric and Gas Regulation
Shannon Bowyer Hudson, Esquire
Office of Regulatory Staff
1401 Main Street, Suite 900
Columbia, SC 29201
cdscott@regstaff.sc.gov
nsedwar@regstaff.sc.gov
shudson@regstaff.sc.gov

Columbia, South Carolina
This 14th day of February, 2012

Wendy Mooneyham
Assistant to Belton T. Zeigler