

***NARUC Annual Convention
“The State Of Our Infrastructure”***

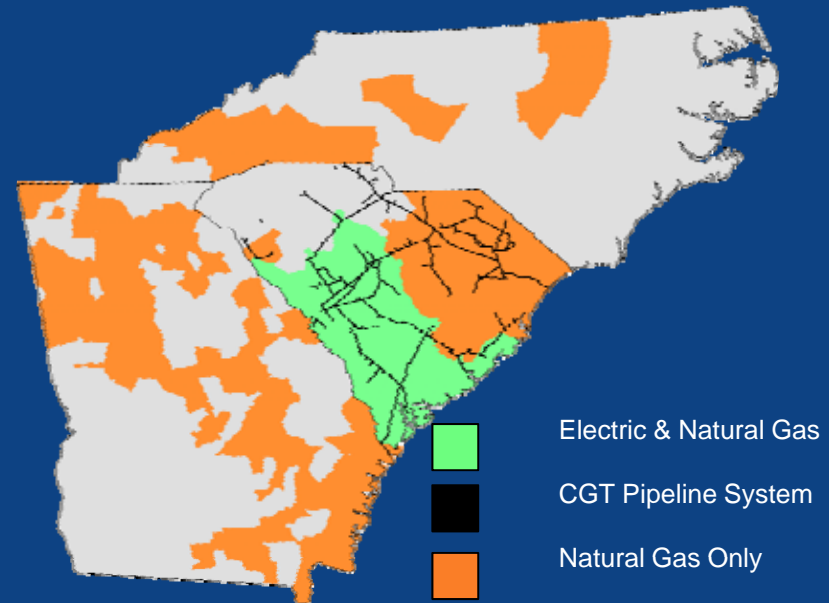


***Kevin Marsh
SCE&G President & COO
November 17, 2010***

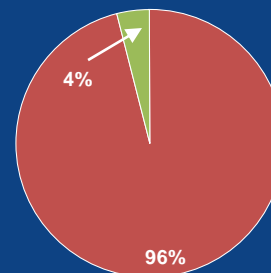


Business Overview

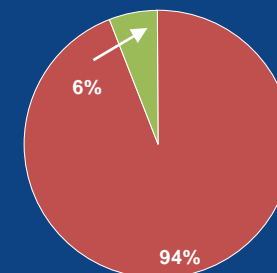
- **SCE&G**
 - Approximately 660,000 electric and 309,000 gas customers as of 9/30/10
 - Year over year customer growth as of September 2010: approximately 1% for both electric and gas
 - 23 generating facilities totaling 5,638 MW generating capacity
 - Top quartile safety record within SEE
 - 2 LNG plants with 1,880 MMCF of storage
- **PSNC**
 - Approximately 468,000 customers as of 9/30/10
 - Year over year customer growth as of September 2010 of approximately 1.6%
- **CGTC**
 - Nearly 1,500 miles of transmission pipeline
- **Non-regulated businesses**
 - Retail Gas Marketing (GA), Energy Marketing, Communications and ServiceCare



EPS – 2009FY



Total Assets – 12/31/09



■ Regulated ■ Non-Regulated

National Infrastructure Issues

- New Generation
- Environmental Upgrades
- Global Warming
- Renewable Energy Portfolio
- Cybersecurity
- San Bruno
- Smart Grid
- Demand Side Management
- Open Access
- Controlling Costs To Consumers

SERC Transmission

- Current Transmission 98,000 miles
- Under Construction/Planned 2,637 miles
(2010 – 2014)
- Total Transmission Investment \$ 11.8 B
(2010 – 2014)

Source: SERC Reliability Corporation Reliability Review Subcommittee's 2010 Annual Report to the SERC Engineering Committee, July 7, 2010.

South Carolina Base Load Review Act (BLRA)

“The purpose of . . . [the Base Load Review] Act is to provide for the recovery of the prudently incurred costs associated with new base load plants . . . when constructed by investor-owned electrical utilities while at the same time protecting customers of investor-owned electrical utilities from responsibility for imprudent financial obligations or costs. “

South Carolina Base Load Review Act (BLRA)

Statutes like the BLRA benefit customers and the system by

- Full, binding prudency review at the siting stage;
- Early, public review of the decision to permit nuclear;
- A streamlined process for adjusting rates during construction;
- Current recovery of financing costs; and
- A process and staffing for regulatory oversight of the construction process while it is on-going