



C. Dukes Scott
Executive Director

STATE OF SOUTH CAROLINA
OFFICE OF REGULATORY STAFF

1401 Main Street
Suite 850
Columbia, SC 29201

March 20, 2017

Mr. Kevin Marsh
Chief Executive Officer
South Carolina Electric & Gas Company
220 Operation Way
Mail Code D302
Cayce, SC 29033-3701

Dear Mr. Marsh,

Thank you for having SCE&G personnel meet with me over the last several days to keep ORS updated on issues related to the construction of V.C. Summer Units 2 and 3. I appreciate your time and your responsiveness. These meetings are helpful for both of us.

We appreciate your efforts to assist us in obtaining the following information, which we need to monitor the project.

- the fully resource-loaded integrated schedule, to include at minimum a level 2 summary of activities;
- density studies and other supporting studies behind the schedule, including an explanation of how revisions to man hours and commodity estimates have impacted the schedule;
- a full explanation of the unit rate assumptions behind the revised schedule, how these differ from the previous schedule and how they compare to industry standards;
- productivity and production metrics based on the new schedule and unit rates so that we can accurately monitor what is being achieved versus what should be achieved;
- detailed plans for how the productivity assumptions underlying the schedule and the production levels outlined in the metrics will be achieved;
- publicly reportable schedule adherence metrics;
- an assessment of the escrowed documents that discusses whether they are useable; and
- an understanding of what plans SCE&G is making in the event Westinghouse does not fulfill its contract to build the plants.

If available, please provide this information immediately. If the information is not available, please provide the status of the requested information and an estimated date of its availability by Friday, March 24, 2017.

The ORS has enjoyed a good regulatory relationship with SCE&G, and we have worked together successfully on a variety of utility matters for the benefit of South Carolina.

Sincerely,



C. Dukes Scott
Executive Director

cc: The Honorable Thomas C. Alexander
The Honorable P. Michael Forrester
The Honorable William E. Sandifer
PURC Staff