



Santee Cooper Shared Facilities

General

On June 9, 1997, Santee Cooper, the Municipal Electric Authority of Georgia, and the Jacksonville Electric Authority announced the formation of a new power marketing alliance known as The Energy Authority (TEA). TEA is a Georgia not-for-profit corporation, which has its corporate offices in Jacksonville, Florida. TEA is a full-service power-marketing organization with seven-day per week, 24-hour per day trading operations and will actively participate in the short, mid- and long-term markets. TEA is responsible for buying and selling wholesale power for its members.

With the start-up of TEA on Monday, August 18, 1997, Santee Cooper's "wholesale merchant function", has in large part left Santee Cooper and taken up residence within TEA. However, even with the start-up of TEA there continues to be employees of Santee Cooper within the Wholesale Marketing Function.

Separation

All Santee Cooper employees engaged in the Wholesale Marketing Function are organizationally placed under the Vice President Wholesale and Industrial Services. No one working under the Vice President Wholesale and Industrial Services is engaged in transmission system operations or reliability functions. All of the employees in the wholesale merchant function are located on the third floor of Santee Cooper's Corporate Headquarters.

The Energy Control Center houses personnel engaged in transmission system operations including Transmission Service Provider functions. The Energy Control Center can only be accessed by use of a coded access card. Employees engaged in the Wholesale Marketing Function are denied access to the Energy Control Center. No access cards have been or will be issued to wholesale merchant function employees.

Physical separation also involves denying employees engaged in the Wholesale Marketing Functions with access, directly or indirectly, to transmission system information on the Energy Management System, the Energy Control Center LAN or a LAN which includes work stations of employees engaged in transmission system operations or reliability functions. Access to the EMS can only be made through use of a specialized EMS terminal. An EMS password is necessary to log on to the firewall protected EMS. Access to the Energy Control Center LAN is granted via rights and privileges administered by personnel within the Energy

Control Center. Approval must be obtained from the Vice President, Planning and Power Supply before granting an employee rights and privileges to the Energy Control Center LAN.

Employees of System SCADA transfer generation data residing on EMS files to various Wholesale Merchant Function employees. The data is sent one way and continuously to a corporate file transfer protocol server. Those receiving the data have no access to EMS terminals and transmission system data residing on the EMS.

Address

Santee Cooper's Corporate Headquarters:

One Riverwood Drive
Moncks Corner, SC 29461