

Rate Formula Template



For the 12 months ended 12/31/2012

(A) Line No.	(B)	(C) <u>Reference Worksheet/Note</u>	(D)	(E)	(F) <u>Allocated Amount</u>
<b>A. NETWORK SERVICE</b>					
1	GROSS REVENUE REQUIREMENT	Page 2, line 26, col. (F)			\$ 92,432,199
	REVENUE CREDITS	(Note A)	<u>Total</u>	<u>Allocator</u>	
2	Account No. 454	Line 3, Page 3 of 4	\$ 505,454	1.00000	505,454
3	Account No. 456	Line 7, Page 3 of 4	\$ -	1.00000	-
4	TOTAL REVENUE CREDITS	(sum Line 2 thru Line 3)			\$ 505,454
5	Prior Year True-up	Worksheet K			\$ (2,841,700)
6	NET REVENUE REQUIREMENT	(Line 1 minus Line 4 plus Line 5)			\$ 89,085,044
<b>B. POINT-TO-POINT SERVICE</b>					
7	Rate Divisor: Average of 12 coincident system peaks for Santee Cooper Zone	Worksheet G (Note B)			3,890 MW
8	Annual Point-to-Point Rate in \$/MW - Year	(Line 6 / Line 7)			\$ 22,901.04
9	Monthly Point-to-Point Rate \$/MW - Month	(Line 8 /12)			\$ 1,908.42
10	Weekly Point-to Point Rate in \$/MW - Weekly	(Line 8 /52)			\$ 440.40
11	Daily On-Peak Point-to-Point Rate in \$/MW - Day	(Line 8 /260)			\$ 88.08
12	Daily Off-Peak Point-to-Point Rate in \$/MW - Day	(Line 8 /365)			\$ 62.74
13	Hourly On-Peak Point-to-Point Rate in \$/MW - Hourly	(Line 8 /4160)			\$ 5.51
14	Hourly Off-Peak Point-to-Point Rate in \$/MW - Hourly	(Line 8 /8760)			\$ 2.61

Rate Formula Template



For the 12 months ended 12/31/2012

(A) Line No.	(B)	(C) Reference Worksheet/Note	(D) Santee Cooper Total	(E) Allocator	(F) Transmission (Col D times Col E)
	<b>O&amp;M</b>				
1	Transmission	Worksheet A, 17.D	\$ 31,611,734	100%	\$ 31,611,734
2	Less: Account 561 (Load Dispatching)	Schedule 1, Line 6	4,072,404	100%	4,072,404
3	Less: Account 565 (Transmission By Others)	Worksheet A, 6.D	9,558,944	100%	9,558,944
4	A&G	Worksheet B, 12.D & 12.E	94,450,686	DA on Wksht B	17,770,771
5	Less: FERC Annual Fees		-		-
6	Less: EPRI & Reg. Comm. Exp. & Non-safety Ad	(Note C)	-	100%	-
7	Plus: Transmission Related Reg.Comm. Expense	(Note C)	-	DA	-
9	Transmission Lease Payments		-		-
10	<b>TOTAL O&amp;M</b>	(sum Lines 1, 4, 7, 9 less 2, 3, 5, 6)	\$ 112,431,072		\$ 35,751,157
	<b>DEBT SERVICE</b>				
11	Debt Service	Worksheet C, 9.C & 9.D	\$ 348,624,552		\$ 49,536,461
12	Amortization of premium or discount				
13	<b>TOTAL DEBT SERVICE</b>	(sum Line 11 thru Line 12)			\$ 49,536,461
	<b>TAXES OTHER THAN INCOME TAXES</b>				
	<b>LABOR RELATED</b>				
14	Payroll		\$ -		-
15	Highway and vehicle		-		-
16	<b>PLANT RELATED</b>				
17	Property		\$ -		\$ -
18	Gross Receipts		-		-
19	Other		-		-
20	Payments in lieu of taxes	Worksheet D, 3.E1	24,742,037	DA	3,098,857
21	<b>TOTAL OTHER TAXES</b>	(sum Line 14 thru Line 20)	\$ 24,742,037		\$ 3,098,857
22	<b>SUBTOTAL</b>	(sum Lines 10, 13, 21)			\$ 88,386,475
23	Capitol Improvement Fund	9.29% * Line 22 (Note E)			\$ 8,211,104
24	<b>SUBTOTAL - REV. REQUIREMENTS</b>	Line 22 plus Line 23			\$ 96,597,579
25	Factor to remove stepdown transformer, Stepup Transformers, and Radials	Worksheet J (Note F)			95.7%
26	<b>REVENUE REQUIREMENTS</b>	Line 24 multiplied by Line 25			\$ 92,432,199

Rate Formula Template

Attachment H-1

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For the 12 months ended 12/31/2012



(A) Line No.	(B)	(C)	(D)
	<b>SUPPORTING CALCULATIONS AND NOTES</b>		<b>Amount</b>
	<b>REVENUE CREDITS</b>		
	<b><u>ACCOUNT 454 (RENT FROM ELECTRIC PROPERTY)</u></b>		
		(Note G)	
1	454 Total	Worksheet E, 1.D	\$ 2,704,704
2	Less: Rent related to All Other	Worksheet E, 1.F	2,199,250
3	Rent for Transmission Facilities	(Line 1 minus Line 2)	<u>\$ 505,454</u>
	<b><u>ACCOUNT 456 (OTHER ELECTRIC REVENUES)</u></b>		
4	Total 456 Revenue	Worksheet F, 1.D	\$ 7,786,692
5	Less: Revenue related to All Other	Worksheet F, 1.F	-
6	Less: Revenue related to Schedule 1	Worksheet F, 1.E	7,786,692
7	Total - Included as Revenue Credit on pg 1	(Line 4 minus Lines 5 & 6)	<u>\$ -</u>



For the 12 months ended 12/31/2012

**Assumptions:**

<u>Note Letter</u>	
A	The revenue credits shall include a) amounts received for PTP transmission services, b) direct assignment charges for transmission facilities, the cost of which has been included in revenue requirements, and c) amounts from customers taking transmission service where the demand is not included in the rate divisor. Revenues associated with FERC annual charges, gross receipts taxes, ancillary services or facilities excluded from revenue requirements are not included as revenue credits. Revenues from Transmission Customers whose coincident peak loads are included in the rate divisor are not included as revenue credits.
B	Network transmission for firm wholesale and retail service sinking on Santee Cooper's transmission system, plus long-term point-to-point capacity reservations
C	Line 6 - Includes payments made to EPRI that constitute annual membership dues (Account 930.2), all Regulatory Commission Expenses (Account 928), and amounts posted to an A & G account for non-safety related advertising (Account 930.1). Line 7 - Regulatory Commission Expenses (Account 928) directly related to transmission service, RTO filings, or transmission siting.
D	Labor related taxes (e.g. FICA, unemployment taxes) are included, along with base salary, in appropriate FERC O&M or A&G account when charged. Applicable highway and vehicle related taxes are also included in the appropriate FERC O&M or A&G account when charged. Plant related taxes such as property, gross receipts, and other assessments are charged directly in the current year. Taxes related to income are excluded. Gross receipts taxes are not included in transmission revenue requirement in the Rate Formula Template, since they are recovered elsewhere.
E	Construction Fund replaces the Margin Requirement and is the margin the utility uses in calculating rates applicable to its native load sales.
F	Removes dollar amount of transmission plant related to stepdown transformation facilities that are excluded from transmission facilities under the OATT.
G	Includes income related only to transmission facilities, such as pole attachments, rentals and special use.

## Attachment H-1

**Schedule 1 Revenue Requirements**

For the 12 months ended 12/31/2012



Line No.		<u>Reference Worksheet/Note</u>	<b>Annual Revenue Requirement</b>
<b>A. <u>Schedule 1 ARR</u></b>			
1	Total Load Dispatch & Scheduling (Account 561)	Worksheet A, 2.D	\$ 4,072,404
2	Less: Load Dispatch - Scheduling, System Control and Dispatch Service (FERC 561.4)		-
3	Less: Load Dispatch - Transmission Service Studies (FERC 561.6)		-
4	Less: Load Dispatch - Generation Interconnection Studies (FERC 561.7)		-
5	Less: Load Dispatch - Reliability, Planning & Standards Development Services (FERC 561.8)		-
6	Subtotal	(Line 1 - (Line 2 thru Line 5))	\$ 4,072,404
7	Less: Revenue Credit for transmission service not included in the divisor	Worksheet F, 14.F	-
8	Prior Year True-up	Worksheet K	(395,405)
9	<b>Net Schedule 1 Revenue Requirement for Zone</b>		<b>\$ 3,676,999</b>
<b>B. <u>Schedule 1 Rate Calculations</u></b>			
	Rate Divisor: Average of 12 coincident system peaks for Santee Cooper		
10	Zone	Worksheet G (Note B)	3,890.000 MW
11	Annual Point-to-Point Rate in \$/MW - Year	(Line 9 / Line 10)	\$ 945.24
12	Monthly Point-to-Point Rate in \$/MW - Month	(Line 11 / 12)	\$ 78.77
13	Weekly Point-to-Point Rate in \$/MW - Weekly	(Line 11 / 52)	\$ 18.18
14	Daily Point-to-Point Rate in \$/MW - Day	(Line 11 / 260)	\$ 3.64
15	Hourly Point-to-Point Rate in \$/MW - Hour	(Line 11 / 4,160)	\$ 0.23

**Worksheet A - Transmission O&M Expenses**

For the 12 months ended 12/31/2012



(A) Line No.	(B) Account No.	(C) Description	(D) Total
		<u>Operation Expense</u>	
1	560	Operation Supervision & Eng-Trans	\$ 2,813,690
2	561	Load Dispatching-Transmission	4,072,404
2a	561.1	Load Dispatch-Reliability	-
2b	561.2	Load Dispatch-Monitor and Operate Transmission System	-
2c	561.3	Load Dispatch-Transmission Service and Scheduling	-
2d	561.4	Scheduling, System Control and Dispatch Services	-
2e	561.5	Reliability Planning and Standards Development	-
2f	561.6	Transmission Service Studies	-
2g	561.7	Generation Interconnection Studies	-
2h	561.8	Reliability Planning and Standards Development Services	-
3	562	Station Expenses - Transmission	1,206,576
4	563	Overhead Line Expenses - Transmission	981,598
5	564	Underground Line Expenses - Transmission	1,688
6	565	Transmission By Others	9,558,944
7	566	Misc Transmission Expenses	5,412,937
8	567	Rents - Transmission	32,330
9		Total Transmisison Operation Exp	\$ 24,080,167
		<u>Maintenance Expense</u>	
10	568	Maintenance Supr & Eng-Trans	\$ 321,803
11	569	Maintenance of Structures - Transmission (including Computer Hardware/Software, Comm. Equip., & Misc. Regional Trans. Plant)	\$ 584,990
12	570	Maintenance of Station Equipment - Trans	\$ 1,093,705
13	571	Maintenance of Overhead Lines - Transmission	6,632,642
14	572	Maintenance of Underground Lines - Trans	32,602
15	573	Maintenance of Misc Transmission Plant	(1,134,175)
16		Total Transmission Maintenance Exp	\$ 7,531,567
17		Total Transmission O&M	\$ 31,611,734
18	Sch 7, L8	Form EAI-412 balance	\$31,611,734
		Variance	\$0.00 rounding

**Worksheet B - Administrative & General (A&G) Expenses**

For the 12 months ended 12/31/2012



(A) Line No.	(B) Account No.	(C) Description	(D) Total	(E) Transmission	(F) All Other
1	920	A&G Salaries	\$ 36,972,838	\$ 6,956,390	\$ 30,016,448
2	921	Office Supplies & Exp	\$ 16,398,974	\$ 3,085,445	\$ 13,313,529
3	922	A&G Expense Transferred	\$ (636,746)	\$ (119,803)	\$ (516,943)
4	923	Outside Services Employed	\$ 835,497	\$ 157,198	\$ 678,299
5	924	Property Insurance	\$ 6,669,676	\$ 1,254,891	\$ 5,414,785
6	925	Injuries & Damages	\$ 4,838,185	\$ 910,298	\$ 3,927,887
7	926	Employee Pension/Benefits	\$ 63,045,877	\$ 11,861,998	\$ 51,183,879
8	929	Pensions/Benefits Transferred	\$ (45,651,131)	\$ (8,589,200)	\$ (37,061,931)
9	930	Misc General	\$ 8,023,830	\$ 1,509,673	\$ 6,514,157
10	931	Rents	\$ 4,049	\$ 762	\$ 3,287
11	935	Maintenance of General Plant	\$ 3,949,637	\$ 743,119	\$ 3,206,518
12		Total	\$ 94,450,686	\$ 17,770,771	\$ 76,679,915
13		Percentage		18.81%	
14	Sch 7, L 13	Form EAI-412 balance	\$ 94,450,686		
		Balance Check	\$ -		

From AFT - Worksheet A

Production Wages Expense	\$ 64,945,725
Transmission Wages Expense	\$ 19,742,778
Distribution Wages Expense	\$ 10,733,976
Customer Accounts Wages Expense	\$ 8,868,521.76
Sales Wages Expense	\$ 640,797.01
Total Wages Expense Net of A&G Wages Expense	\$ 104,931,797.72
Transmission Allocator	18.81%

Attachment H-1  
Worksheet C - Debt Service

For the 12 months ended 12/31/2012



(A) Line No.	(B) Description	(C) Total	(D) Transmission	(E) All Other	(F) Description/Allocation Basis
1	Principal Payments on Long Term Debt	\$ 141,730,381	\$ 20,138,632	\$ 121,591,749	
2	Principal Payments on Short Term Debt	2,101,000	\$ 298,533	\$ 1,802,467	
3	Interest on Long Term Debt	214,750,582	\$ 30,514,156	\$ 184,236,426	
4	Other Interest Expense	2,853,289	\$ 405,427	\$ 2,447,862	
5	Other Debt Service Adjustments	-	-	\$ -	Includes other debt service adjustments associated with prior debt issues, capitalized leases and other misc debt issues. Transmission's share of other debt service adjustments is through direct assignment.
6	Capitalized Interest	-	-	\$ -	Long-term debt interest expense posted for GAAP purposes, but backed out in current year for rate making purposes as amounts are not paid in current year but built into future debt service payments. See Note A for further details.
7	Subtotal Debt Service	\$ 361,435,252	\$ 51,356,748	\$ 310,078,504	
8	Less: Interest Income & Other Revenues	(12,810,700)	\$ (1,820,287)	(10,990,413)	Interest income is derived from investments in the revenue and debt service funds. Transmission's share of interest income is the allocable share of how each of these funds are ultimately used (revenue fund used to pay expenses; debt service funds used to pay debt).
9	Total Debt Service (Net)	<u>\$ 348,624,552</u>	<u>\$ 49,536,461</u>	<u>\$ 299,088,091</u>	

Note A: Annual principal and interest payments for long-term and short-term debt are based on debt service schedules. Transmission's allocated share of debt is based on the percentage of net book value for Transmission's utility plant over the total net book value of Santee Cooper's utility plant.



**Worksheet D - Taxes Other Than Income Taxes**

For the 12 months ended 12/31/2012



(A) Line No.	(B) Account No.	(C) Description	(D) Total	(E) Transmission	(F) All Other	(G) Allocation Basis
1	4081	In Lieu of Taxes				
		Land Rental (3)	\$ 81,273	\$ 11,548	\$ 69,725	Net Plant
1a		Generation Expense (4)	\$ 2,933,100	\$ -	\$ 2,933,100	100% Production
1b		kWh Sales (5)	\$ 1,954,700	\$ 277,746	\$ 1,676,954	Net Plant
1c		Sums in Lieu of Property Taxes (1)	\$ 140,600	\$ 19,978	\$ 120,622	Net Plant
1d		Additional Sums in Lieu (2)	\$ 37,807	\$ 5,372	\$ 32,435	Net Plant
1e		Central Expense	\$ 15	\$ 2	\$ 13	100% Production
2	4081	Sales Tax on Authority Use of Electricity	\$ 47,542	\$ 6,755	\$ 40,787	100% Production
3	R/E	Payment to the State from Ret. Earnings	\$ 19,547,000	\$ 2,777,456	\$ 16,769,544	
			\$ -	\$ -	\$ -	
4		Total - Taxes Other Than Income Taxes	\$ 24,742,037	\$ 3,098,857	\$ 21,643,180	

Explanation of Sums in Lieu of Taxes

The South Carolina Public Service Authority was created to benefit all people of the State and as a corporation completely owned by the state was required to pay no taxes except:

- 1) After payment of operating expense and debt service, the Authority shall pay annually to the various counties, municipalities and school districts a sum of money equivalent to the amount paid for taxes on properties at the time of acquisition.
- 2) After payment to the General Fund of the State, the Authority shall pay annually to the counties of Orangeburg, Calhoun, Sumter, Berkeley, Horry and Georgetown and school districts therein additional sums in lieu of taxes on lands acquired prior to 1950 in amounts equivalent to that paid in 1964 for sums in lieu of taxes.
- 3) To each county the Authority pays 10 percent of land rentals received on property within the county.
- 4) The Authority pays an amount equal to 15 percent of the amount paid to the General Fund of the State among the counties where generating facilities are located. This amount is prorated on the proportion of generating capacity located in each county to the total generation of the Authority.
- 5) The Authority pays the counties of Berkeley, Horry and Georgetown an amount equal to 10 percent of the amount paid into the General Fund of the State. This amount is allocated to each county based on the portion of kilowatt hour sales each county bears to the total kilowatt hour sales for the three counties.
- 6) The Board of Directors has authorized payments to those municipalities in which it has been granted franchise rights. The rate of payment is based on sales, and the rate changed, effective May 1, 1983, to 3 percent of total sales in the municipality.

EIA412 Schedule 5, L3

\$ 5,195,037

Variance

19,547,000 Payment to the State from Retained Earnings

**Worksheet E - Rent from Electric Property**

For the 12 months ended 12/31/2012



(A) Line No.	(B) Account No.	(C) Description	(D) Total	(E) Transmission	(F) All Other	(G) Allocation Basis
1	454	Rent from Electric Property				
2		Pole Attachments	\$ 502,283	-	502,283	0%
3		Facilities and Equipment Rentals				
3a		General	62,104	8,824	53,280	W&S, Wkst L.16F
3b		Transmission	\$ 370,812	370,812	-	100%
3c		Distribution	\$ 912,733	-	912,733	0%
4		Agricultural Leases	\$ -	-	-	0%
5		Land Leases	\$ 856,772	125,818	730,954	0%
			\$ -	-	-	
		<b>Total</b>	<b>\$ 2,704,704</b>	<b>\$ 505,454</b>	<b>\$ 2,199,250</b>	

**Worksheet F - Other Electric Revenues**

For the 12 months ended 12/31/2012



(A) Line No.	(B) Account No.	(C) Description	(D) Total	(E) Transmission	(F) Schedule 1	(G) All Other
	456	Other Electric Revenues				
1		Sale of Metering Data	\$17,599	\$ -		\$17,599
2		Sale of Flyash	\$20,821	\$ -		\$20,821
3		Reproduction - Freedom of Information Act	\$0	\$ -		\$0
4		Overton Recreational Park Admissions and Rentals	\$12,433	\$ -		\$12,433
5		Old Santee Canal Park Admissions, Rentals, and Sales of Merchandise	\$123,859	\$ -		\$123,859
6		Credit Adjustment Bureau Collection Fees	\$ -	\$ -		\$0
7		Billable / Reimbursable Projects	\$149,228	\$ -		\$149,228
8		Miscellaneous & Various	\$9,840	\$ -		\$9,840
9		Green Power	\$705,594	\$ -		\$705,594
10		Green Tags	\$5,694	\$ -		\$5,694
11		Sale of Gypsum	\$4,184,127	\$ -		\$4,184,127
12		International Paper Coal Handling	\$20,519	\$ -		\$20,519
13		Sale of Timber	\$101,827	\$ -		\$101,827
14		Schedule 1 revenues for transmission service not included in the divisor	\$0		\$ -	\$0
15		Wheeling & Transmission Services:		\$ -		
15a		Transmission Usage R202	\$84,805	\$ 84,805		\$0
15b		Transmission Ancillary R203 Except Line 14	\$2,350,346	\$ 2,350,346		\$0
			\$ -			
Total Revenues Adjusted from Acct. 456 (Line 1 thru Line 13)			\$ 7,786,692	\$ 2,435,151	\$ -	\$ 5,351,541

**Worksheet G - Network Load**

For the 12 months ended 12/31/2012

Based on Santee Cooper Monthly Transmission System Firm Peak Demands for 12-Months Actual Loads



Line No.	Peak Day Peak Hour	Average											12 Month Total		
		01/04/12 8 AM	02/13/12 7 AM	03/06/12 7 AM	04/04/12 6 PM	05/25/12 5 PM	06/30/12 6 PM	07/01/12 4 PM	08/02/12 4 PM	09/01/12 5 PM	10/02/12 6 PM	11/29/12 7 AM		12/31/12 8 AM	
	<b>Long Term Firm Loads</b>	<b>12-month</b>													
1	Santee Cooper	1,587.00	1,588	1,722	1,537	1,467	1,556	1,759	1,731	1,730	1,670	1,461	1,446	1,374	19,041
2	Central	2,248.00	2,839	2,710	2,018	1,600	1,971	2,526	2,489	2,267	2,251	1,716	2,212	2,371	26,970
3	SCE&G (Shipyard)	21.00	24	18	21	22	22	-	23	26	26	23	23	23	251
4	Bamberg	9.00	11	10	7	7	9	10	10	8	8	7	9	8	104
5	Georgetown	25.00	28	26	19	20	22	29	28	28	26	23	22	24	295
6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<b>Total</b>	<b>3,890.00</b>	<b>4,490</b>	<b>4,486</b>	<b>3,602</b>	<b>3,116</b>	<b>3,580</b>	<b>4,324</b>	<b>4,281</b>	<b>4,059</b>	<b>3,981</b>	<b>3,230</b>	<b>3,712</b>	<b>3,800</b>	<b>46,661</b>

**Worksheet J - Factor to Remove Stepdown Transformers, Stepup Transformers and Radial Lines**

For the 12 months ended 12/31/2012



Line #	FERC Plant Code	Transmission Assets - 12/31/2011	Stepup			Total
			Stepdown Plant	Transformers	Radial Lines	
1	350T	Trans-Land & Land Rights	\$ -	-	4,146,968.50	\$ 4,146,969
2	351T	Trans-[Reserved]	-	-	-	\$ -
3	352T	Trans-Structures & Improvement	-	-	2,417.41	\$ 2,417
4	353T	Trans-Station Equipment	6,154,440	6,041,195.48	120,645.86	\$ 12,316,281
5	354T	Trans-Towers & Fixtures	-	-	10,065.30	\$ 10,065
6	355T	Trans-Poles & Fixtures	-	-	15,528,366.80	\$ 15,528,367
7	356T	Trans-Overhd Conductor/Devices	-	-	12,440,894.78	\$ 12,440,895
8	357T	Trans-Underground Conduit	-	-	-	\$ -
9		Total - Transmission Assets (Line 1 thru Line 8)	\$ 6,154,440	\$ 6,041,195	\$ 32,249,359	\$ 44,444,994
10	Wksht D	Total - Transmission Assets (Line 9 minus Line 11)	<u>\$ 1,030,705,194</u>			
11	Total Line 9	Non-Qualifying Transmission Assets	<u>\$ 44,444,994</u>			
12		Qualifying Transmission Assets (Line 10 minus Line 11)	<u>\$986,260,200</u>			
13		% of Qualifying Transmission Assets (Line 12 divided by Line 10)	<u>95.7%</u>			

**Worksheet K - Prior Year True-up**

For the 12 months ended 12/31/2012

**Timeline**

Step	Month	Year	Action
1	Sept	Year 0	Santee Cooper populates the formula rate using projected costs for Year 1
2	Sept	Year 0	Post results of Step 1
3	Jan	Year 1	Results of Step 2 go into effect.
4	Sept	Year 1	Santee Cooper populates the formula rate using projected costs for Year 2
5	Sept	Year 1	Post results of Step 4
6	Jan	Year 2	Results of Step 5 go into effect.
7	Jun	Year 2	Santee Cooper populates the formula rate using actual costs and divisor billing units for Year 1
8	Jun	Year 2	Calculate the difference between the Actual Revenue Requirements per the formula rate calculated in Step 7 and Actual Revenues (Note A)
9	Jun	Year 2	Post results from Step 7 and Step 8
10	Sept	Year 2	Santee Cooper populates the formula rate using projected costs for Year 3, including true-up adjustment for Year 1
11	Sept	Year 2	Post results of Step 10

**Reconciliation details**

		Transmission	Schedule 1	Total
12	Actual Revenue Requirements from Step 7	\$ 89,170,035	\$ 3,688,825	\$ 92,858,860
13	Actual Revenues (Note A)	91,926,744	4,072,404	95,999,148
14	True-up Amount (before interest)	\$ (2,756,709)	\$ (383,579)	\$ (3,140,288)

**Interest Calculation (Note D)**

<b>Short term Interest Rate</b>				
15	Other Interest Exp.(Acct. 431)	\$ 3,177,559		
16	Notes Payable (Acct. 231) Average Daily Balance for 2012 (Note B)	206,129,656		
17	Annual Short-term Int Rate (line 15 / line 16)	1.54153%		
18	Interest Rate per 18 C.F.R. 35.19a	3.25%	<a href="http://www.ferc.gov/legal/acct-matts/interest-rates.asp#s">http://www.ferc.gov/legal/acct-matts/interest-rates.asp#s</a>	
19	<b>Applicable Interest Rate for True-Up (minimum of lines 18 and 19)</b>	<b>1.54153%</b>		
		Zonal ATRR	Schedule 1	Total
20	True-Up Amount (line 14)	\$ (2,756,709)	\$ (383,579)	\$ (3,140,288)
21	Interest on True-up Amount ([Applicable Interest Rate / 12 months]*24 months)	0.03083	0.03083	0.03083
22	<b>True-up Adjustment (Note C)</b>	<b>\$ (2,841,700)</b>	<b>\$ (395,405)</b>	<b>\$ (3,237,105)</b>

- Notes:
- A For Zonal ATRR and Schedule 1, Santee Cooper to calculate Actual Revenues by applying the Year 1 rates from Step 3 to the actual loads included in the divisor for Year 1 in Step 7.
  - B Sum of the daily short-term borrowings is supplied from the Finance Department.
  - C The amounts shown are for a full 12 month year, if the year is a partial year, divide the resultant True-Up amount by 12 and multiply by the months in the partial year.
  - D Rate to be based on Jan-July actual data for current year.

**Worksheet L - Utility Plant Net Book Value by Function**

For the 12 months ended 12/31/2012



Line #	Description	(A) Gross Book Value	(B) Accumulated Depreciation	(C) Net Book Value(1)	(D) Net Book Value % to Total	(E) Gross Book Value % to Total
<b>101 &amp; 106 Electric Plant</b>						
1	Intangible Plant	\$ 69,522,526	\$ 54,370,176	15,152,350	0.40%	1.04%
<b>Production Plant</b>						
2	Steam (2)	\$ 3,437,607,127	1,296,808,439	2,140,798,688	56.36%	51.29%
3	Nuclear (2)	\$ 523,238,828	319,214,778	204,024,050	5.37%	7.81%
4	Hydro	\$ 108,062,362	59,541,909	48,520,453	1.28%	1.61%
5	Other	\$ 526,733,434	208,305,704	318,427,730	8.38%	7.86%
6	Total Production Plant	\$ 4,595,641,751	1,883,870,830	2,711,770,921	71.39%	68.57%
7	<b>Transmission Plant</b>	\$ 1,030,705,194	490,976,160	539,729,034	14.21%	15.38%
8	<b>Distribution Plant</b>	\$ 639,969,023	288,853,133	351,115,890	9.24%	9.55%
9	<b>General Plant</b>	\$ 353,239,146	183,635,759	169,603,387	4.47%	5.27%
10	<b>Total 101 &amp; 106 Electric Plant</b>	\$ 6,689,077,640	2,901,706,058	3,787,371,582	99.71%	99.80%
<b>105 Electric Plant Held for Future Use</b>						
11	Intangible Plant	\$ 3,086,094	2,005,982	1,080,112	0.03%	0.05%
12	Steam Production-Land Rights	\$ 10,018,916	-	10,018,915.73	0.26%	0.15%
13	<b>Total 105 Plant Held for Future Use</b>	\$ 13,105,010	2,005,982	11,099,028	0.29%	0.20%
14	<b>Total Depreciable Electric Plant</b>	\$ 6,702,182,650	2,903,712,040	3,798,470,610	100.00%	100.00%

\*Includes Coal Cars

(A) Gross Book Value Source: Santee Cooper Estimated Net Book Value of Generation Facilities for Year-ending, Estimated Book Value and Plant Account Balances (Transmission, Distribution, General Plant, 1050)

(B) Accumulated Depreciation Source: Asset Accounting, Depreciation Schedule for Year-to-Date ending

	Gross	Net
Generation Book Value Total	\$ 4,595,641,753	\$ 2,711,770,923
Total Production Plant	\$ 4,595,641,751	\$ 2,711,770,921
	\$ 2	\$ 2

Depreciation Schedule YTD 12/31/12 \$ 2,903,712,040

(for Net Book Value)

Balance Check/Variance -

(1) As with other rate models within Santee Cooper, we are using Net Book Value of Assets for values.

(2) Net Book Value differs from EIA412 General Ledger Account Balances reported due to Asset Retirement Obligation for Steam and Nuclear (ARO) not being included in Net Book Value.