

**Attachment 2 Contains SCE&G
Proprietary Information**

Thomas D. Gatlin
Vice President, Nuclear Operations
803.345.4342

March 31, 2011



U. S. Nuclear Regulatory Commission
Document Control Desk
Washington, DC 20555

Dear Sir / Madam:

Subject: VIRGIL C. SUMMER NUCLEAR STATION (VCSNS), UNIT 1
DOCKET NO. 50/395
OPERATING LICENSE NO. NPF-12
GUARANTEE OF PAYMENT OF DEFERRED PREMIUMS ANNUAL
10CFR140.21(e) REPORT

In accordance with 10CFR140.21(e), South Carolina Electric & Gas Company (SCE&G) is hereby submitting the required 2010 actual and 2011 projected cash flow statements.

Portions of the 2011 cash flow information are considered company confidential, and as such, we request that it be withheld from public disclosure pursuant to 10CFR2.390(b)(1). The affidavit to support this request is provided as Attachment 1. Proprietary and non-proprietary versions of the cash flow information are provided by Attachment 2 and Attachment 3 respectively.

Should you have any questions, please contact Mrs. Donna Railey at (803) 345-4107.

Very truly yours,

Thomas D. Gatlin

DWR/TDG/sr
Attachments (3)

1. SCE&G Affidavit to Request Withholding of Proprietary Information from Public Disclosure
2. SCE&G's 2010 Actual Cash Flow and 2011 Projected Cash Flow (Proprietary Version)
3. SCE&G's 2010 Actual Cash Flow and 2011 Projected Cash Flow (Non-Proprietary Version)

c: K. B. Marsh
S. A. Byrne
J. B. Archie
N. S. Carns
J. H. Hamilton
R. J. White
W. M. Cherry
V. M. McCree

R. E. Martin
NRC Resident Inspector
K. M. Sutton
NSRC
RTS (LTD 202)
File (818.02-4, RR 8175)
DMS (RC-10-0037)

Attachment 2 Contains SCE&G Proprietary Information

This letter forwards Proprietary Information in accordance with IOCFR 2.390. The balance of this letter may be considered non-proprietary upon removal of Attachment 2.

11004
NR

UNITED STATES NUCLEAR REGULATORY COMMISSION

SOUTH CAROLINA ELECTRIC & GAS COMPANY

OPERATING LICENSE NO. NPF-12

VIRGIL C. SUMMER NUCLEAR STATION

DOCKET NO. 50/395

Request to Withhold Proprietary Information from Public Disclosure

South Carolina Electric & Gas Company, a South Carolina corporation, hereby requests that Attachment 2 to the letter entitled "Guarantee of Payment of Deferred Premiums Annual 10CFR140.21(e) Report" dated March 31, 2011, be withheld from public disclosure due to its proprietary nature. The details of this request are provided in the following affidavit:

AFFIDAVIT

I, Thomas D. Gatlin, being duly sworn, depose and state as follows:

- (1) I am Vice President, Nuclear Operations, South Carolina Electric & Gas Company (SCE&G) and have been delegated the function of reviewing the information described in paragraph (2) which is sought to be withheld, and have been authorized to apply for its withholding.
- (2) The information sought to be withheld consists of portions of the 2011 Projected Cash Flow that is included in Attachment 2 to SCE&G's March 31, 2011 letter to the NRC entitled "Guarantee of Payment of Deferred Premiums Annual 10CFR140.21(e) Report". Attachment 2, a one-page document, has the words "Proprietary Version" on the top and bottom of the page.
- (3) In making this application for withholding of proprietary information of which it is the owner, SCE&G relies upon the exemption from disclosure set forth in the NRC regulation 10 CFR 2.390(b)(1) for confidential financial information.
- (4) Justification for the request for withholding from public disclosure is provided by addressing the five items identified in 10 CFR 2.390(b)(4).

To the best of my knowledge and belief:

- a. This information is considered company confidential and has been held in confidence by SCE&G.
- b. This information is of the type customarily held in confidence by SCE&G and the rationale basis is that it would provide an unfair advantage to competitors if it were disclosed.


- c. This information is transmitted in confidence to the NRC and the purpose of this request is to maintain its confidentiality.
- d. The 2011 projected cash flow information is not available from public sources.
- e. Public disclosure of the information sought to be withheld is likely to cause harm to SCE&G's competitive position and reduce the availability of profit-making opportunities.

This letter contains no restricted or other defense information.

I certify under penalty of perjury that the foregoing is true and correct.

SOUTH CAROLINA ELECTRIC & GAS COMPANY

3/31/11
Executed on

By 
Thomas D. Gatlin
Vice President, Nuclear Operations

NON-PROPRIETARY VERSION

SOUTH CAROLINA ELECTRIC & GAS COMPANY
INTERNAL CASH FLOW PROJECTION
FOR V. C. SUMMER NUCLEAR POWER STATION
Excludes SC Generating Company

(MILLIONS OF DOLLARS)

| | PRIOR YEAR 2010 ACTUAL TOTAL | PROJECTION YEAR 2011 TOTAL |
|---|------------------------------------|---|
| NET INCOME AFTER TAXES | \$ 290 | Withheld from public disclosure per Affidavit |
| LESS DIVIDENDS PAID | \$ (189) | |
| RETAINED EARNINGS | \$ 101 | |
| ADJUSTMENTS | | |
| DEPRECIATION AND AMORTIZATION | \$ 295 | |
| DEFERRED INCOME TAXES AND INVESTMENT TAX CREDITS | \$ 187 | |
| ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION | \$ (29) | |
| TOTAL ADJUSTMENTS | \$ 453 | |
| INTERNAL CASH FLOW | \$ 554 | |
| AVERAGE QUARTERLY CASH FLOW | \$ 138 | |

NON-PROPRIETARY VERSION