



Myrtle Beach City Council

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Hurricane impacts



- Florence
 - 70,524 customers lost power, restored in 4 days
 - 10,944 in City of Myrtle Beach
 - Ash pond mitigation continuing
- Michael
 - 12,184 customers lost power, restored same day
 - 1,702 in City of Myrtle Beach

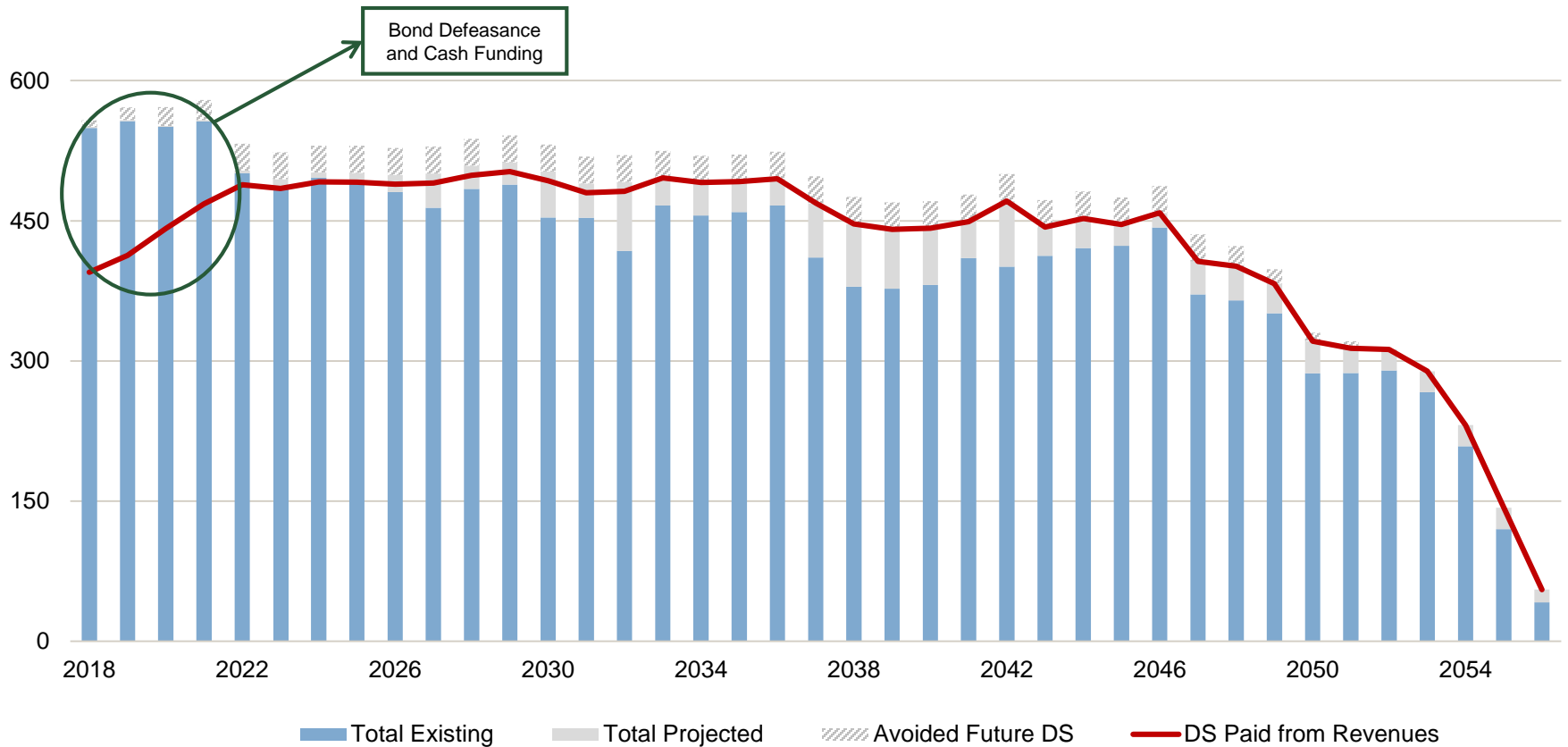
- Lower than state, national averages
- Average is 2nd-lowest among 40 in SC
- Rates will stay competitive
- Cost cuts to avoid rate changes 2018-2019
 - \$40 million savings in each of next 3 years
 - Reducing staff through TERI – 150 retirements, won't replace many
- No rate increases until at least 2020

Debt Service Profile



Access to settlement funds provide an opportunity to mitigate the near-term debt service peak and manage impact on customers' rates

Existing and Projected Debt Service (\$ million) ¹



1. Debt service does not include the benefit of BABs subsidy; 2016D bullet maturity (2023) assumed to be refinanced as 30-year debt with level debt service.
 2. Savings from long term debt avoidance based on interest rate projections (30-year level debt service, blended average interest rates of ~5%). Santee Cooper may pay-down existing debt, if attractive opportunities available in market.

Nuclear Project Costs



- System increase for nuclear, 2009-2017 4.3%
- Additional rate increase needed 7-8%
- Cost to customers in 2018: \$5.35/month
- Avg cost to customers, 2018-2056 \$13.33/month

- South Carolina Public Service Authority
Evaluation and Recommendation
Committee
 - 5 meetings to date
 - 4 Senators, 4 Representatives, Governor
 - Service territory
 - Rep. Russell W. Fry
 - Sen. Larry K. Grooms
 - Sen. Paul G. Campbell (co-chair)