Santee Cooper Resource Planning Stakeholder Working Group Meeting #6 May 6, 2025

Welcome and Agenda Stewart Ramsay, Facilitator, VANRY Associates

Meeting Agenda



10:00 - 10:15	Welcome and Agenda	Stewart Ramsay, VANRY	
10:15 – 10:55	Working Group Business	Clay Settle	
10:55 – 11:00	BREAK		
11:00 - 12:00	2024 IRP Update 2025 IRP Update	Clay Settle	
12:00 – 12:35	BREAK FOR LUNCH		
12:35 – 1:25	Quantitative Reliability Metric Integration Cost Methodology and Modeling Operating Reserves	Clay Settle Bob Davis, nFront Joel Dison, PowerGEM	
1:25 – 1:30	BREAK		
1:30 – 2:15	Nuclear Technologies	Craig Stover, Electric Power Research Institute (EPRI)	
2:15 – 2:45	Presentation from Google	Katie Ottenweller, Google	
2:45 - 3:00	Meeting Closeout	Stewart Ramsay, VANRY	

Guest Speakers





Joel Dison Technical Manager, PowerGEM



Craig Stover Sr. Program Manager Advanced Nuclear Technology, EPRI

Working Group Member(s)



Category	Organization or Individual		
Regulatory & Government	Office of Regulatory Staff South Carolina Department of Consumer Affairs South Carolina Department of Natural Resource South Carolina Dept. of Environmental Services		
Central	Central Electric		
Industrial Customers	Industrial Customer Association Century Aluminum Nucor Messer Google		
Municipal Customer	South Carolina Association of Municipal Power Systems		
Residential & Commercial	4 Individual Representatives		
Non-Governmental Organizations (NGOs)	Carolina Clean Energy Business Association Conservation Voters of South Carolina Coastal Conservation League South Carolina Energy Justice Coalition South Carolina Appleseed Legal Justice Center South Carolina Research Authority Southern Alliance for Clean Energy Southern Environmental Law Center Sierra Club Vote Solar		

Working Group Business Clay Settle, Senior Manager Resource Planning

Review of Action Items



Meeting Identified	Action Item (as recorded in meeting summaries)	Progress
Meeting 5	Follow up with Anna Sommer offline regarding Mtg4 Action Item 3 – Data Center Costs (given she missed some of the discussion due to connection issues)	Done
Meeting 5	Resource Planning is open to following up offline regarding action items with members who were unable to make the meeting upon their request	Done: No requests received.
Meeting 5	Provide members with a summary of changes made in the portfolio analysis methodology in a timely manner to allow for meaningful participation at upcoming sessions	Done: See 2025 IRP Update section with discussion during the meeting today.
Meeting 5	 Develop a plan to host potential technical meetings as follows: Market potential study session in late April Coal retirement meeting in the spring, related to transmission study scenarios Coal retirement meeting in the summer related to methodology and technologies to consider 	Done: Meeting invites were sent mid-March.
Meeting 5	Resource Planning will consider a low load forecast without a probable load for the 2026 IRP	Recommend discussing during the 2026 IRP development.
Technical Meeting	Working Group members refrain from using AI for transcription of the meetings during SWG and technical meetings.	Done: Periodic reminders, if needed.
Technical Meeting	Resource Planning requested feedback from members on the information presented at Coal Retirement Technical Meeting #1.	Done: No feedback received.

RFP for Battery Storage

- On March 10th, Santee Cooper released a Request for Proposals (RFP) for a Battery Electric Storage System (BESS) to be installed at the Jefferies Generating Station.
 - Pricing requested for 100, 200, and 300 MW of 4-hour duration BESS.
 - Bidders can take advantage of the Energy Communities adder to the Investment Tax Credit, for a total of 40% off.
 - Proposals are due on May 13. Evaluation process to be completed in July.
- The winning developer will own and operate the project. Santee Cooper will dispatch the facility through a "tolling" agreement.

BESS will provide Santee Cooper's system operators with a highly flexible asset that can charge when the load is low, discharge when the load peaks, as well as provide system balancing services.





SWG Schedule





santee cooper® 2026 May 29 April 10 May 1 MPS Coal Retirement Coal Retirement **Technical** Technical Technical PSC Proceeding for 2025 IRP Update Meeting #1 Meeting Meeting #2 April 3 November September 16 **General Notice General Notice** File 2025 IRP Update Meeting 2 Meeting 3 SWG Meeting 5 SWG Meeting 6 SWG Meeting 7 SWG Meeting 8 February 26 May 6 June 4 October August 15 **Post-Filing** NDAs available to Modeling files Data Release available within 1 those stakeholders Dates week and results file interested in modeling within 2 weeks data SWG – Stakeholder Working Group MPS – Market Potential Study PSC – Public Service Commission

2025 Schedule

Break Returning at 11:00 AM

2024 IRP Update and 2025 IRP Update

Clay Settle, Senior Manager Resource Planning



The Public Service Commission issued a Directive Order on April 3rd, 2025 approving Santee Cooper's 2024 IRP Update and included the following:

- Santee Cooper shall continue to provide updates regarding its plans for the Cross Generating Station retirement evaluation and associated transmission evaluations, as well as the results of the study in support of the 2026 Triennial IRP in the Stakeholder Working Group.
- Santee Cooper shall continue to monitor hydrogen availability and discuss price forecast assumptions with IRP stakeholders in the Stakeholder Working Group prior to the 2026 Triennial IRP.
- Santee Cooper shall continue to discuss updates related to the Inflation Reduction Act and Infrastructure Investment and Jobs Act incentives in the Stakeholder Working Group.
- Santee Cooper shall perform production cost model benchmarking studies of its Encompass model in conjunction with its comprehensive IRPs and discuss the results in the Stakeholder Working Group.
- For future IRPs and IRP Updates, Santee Cooper shall monitor, track, and report annually the forecasted versus actual load consumption for Economic Development Load.



- Santee Cooper shall update its GHG Rule Portfolio modeling assumptions in the 2025 IRP Update to reflect the latest EPA guidance available at the time the modeling is performed. Santee Cooper shall discuss changes to its assumptions based on changes to the GHG Rule in the Stakeholder Working Group prior to the 2025 IRP Update.
- Santee Cooper shall provide updates in future IRPs and IRP Updates regarding the planned solicitation for a battery energy storage system of up to 300 megawatts of four-hour duration which, according to Santee Cooper's Reply Comments, would be sited at the Jefferies Generating Station, to leverage existing interconnection capacity and the Energy Communities tax credit bonus per the Inflation Reduction Act.
- In advance of future IRPs and IRP Updates and as required by S.C. Code Ann. Section 58-27-40(A) (3), Santee Cooper shall continue to host the Stakeholder Working Group. Further, Santee Cooper shall provide updates to the Commission about the activities of the group and Santee Cooper's plans to incorporate lessons learned into future IRP filings.
- Santee Cooper shall discuss its plans to prepare the next Market Potential Study in the Stakeholder Working Group ahead of the Market Potential Study update in 2025.



Considering portfolio modeling strategy similar to 2024 IRP Update

• Assumptions methodology changes:

IRP Thermal Capital and O&M Costs Methodology								
	2023 IRP	2024 IRP Update	2025 IRP Update					
Operating Characteristics and O&M Costs	 EPRI TAGWeb, Black and Veatch Front End Engineering and Design (FEED) Study, Santee Cooper engineering estimates 		 Sargent and Lundy (S&L) cost estimates and engineering recommendations 					
Capital Costs	 EPRI TAGWeb, Black and Veatch Front End Engineering and Design (FEED) Study, Santee Cooper engineering estimates 	 Adjusted to be generally consistent with per-unit costs used for the DESC 2024 IRP Annual Update 	 Sargent and Lundy (S&L) cost estimates and engineering recommendations 					

 Considering adjustments to Onshore Wind and Solar first year available dates

Break Returning at 12:35 PM

Quantitative Reliability Metric Clay Settle, Senior Manager Resource Planning Bob Davis, Executive Consultant, nFront

Portfolio Evaluation Metrics



- For the 2025 IRP Update, Santee Cooper plans to report the same reliability and other metrics as utilized in the 2023 IRP and 2024 IRP Update
- Metrics reported for the 2023 IRP and 2024 IRP Update include:
 - Net Present Value (NPV) Power Costs
 - Mini-max Regret
 - Reliability Uncertainty
 - Fixed Cost Obligations
 - Fuel Cost Resiliency

- CO2 Emissions
- Generation Diversity
- Clean Energy
- Load Uncertainty
- Average Cost / Rate Impact

Future Reliability Assessment



- For the 2026 IRP, Santee Cooper plans to run a range of portfolios through a reliability verification process utilizing SERVM
- Santee Cooper is considering more detailed reliability metric reporting such as Loss of Load Hours (LOLH), Loss of Load Probability (LOLP), and Expected Unserved Energy (EUE)
- This proposed assessment could replace the need for an explicit quantitative reliability metric in the 2026 IRP and future IRPs



Integration Cost Methodology and Modeling Operating Reserves Clay Settle, Senior Manager Resource Planning Bob Davis, Executive Consultant, nFront Joel Dison, Technical Manager, PowerGEM



Study Objective

- Determine the operational impacts associated with the moment-tomoment fluctuations in renewable resource output caused by variations in weather conditions (wind, cloud cover, etc.)
 - → Establishes a level of 10-minute operating reserves to be maintained for a given penetration of renewable resources



Study Methodology

- Perform 5-minute production cost simulations of the system with and without the renewable resource tranche
 - →Without the tranche: establishes a baseline level of 5-minute "flexibility violations" incurred on the system
 - → With the tranche: establishes the number of incremental flexibility violations incurred on the system due to the renewable resource tranche
- Increase operating reserves until flexibility violations return to the baseline
 - → Establishes the total operating reserves necessary to integrate the renewable tranche
 - → Incremental operating reserves are directly attributable to the renewable tranche

Integration Cost Methodology and Modeling Operating Reserves



2023 IRP and Updates

- Santee Cooper utilized integration cost established for solar and wind when performing capacity expansion portfolio optimization modeling
 - Integration cost was established through the Integration Study performed by Astrape as well as utilizing publicly available information from Duke Energy's integration cost assumptions also developed through Duke's Integration Study performed by Astrape
- For hourly production cost simulations Santee Cooper does include integration cost and did not change the operating reserve requirements for different cumulative levels of solar and wind

2026 IRP

- Santee Cooper is evaluating the improved operating reserve functionality of Encompass. In the recent
 software updates Encompass added the ability to dynamically increase operating reserves with respect to
 the cumulative amount of solar and wind
- Santee Cooper has contracted Astrape Consulting to perform an updated solar and wind integration study in support of the 2026 IRP
- Santee Cooper plans to utilize the improved capabilities of Encompass as well as the results for the updated integration study to improve renewable integration and operating reserve analysis in the 2026 IRP

Break Returning at 1:30 PM

Nuclear Technologies Craig Stover, Sr. Program Manager Advanced Nuclear Technology, EPRI

Presentation from Google Katie Ottenweller, Energy Market Development Lead for Southeast US, Google

Meeting Closeout Stewart Ramsay, Facilitator, VANRY Associates



- Review and agreement for meeting action items
- Vanry will send the meeting summary to members for review
- Next working group meeting
 - Scheduled for June 4, 2025
 - Please let us know if a member would like to present on a topic
- Next general notice meeting targeted for November 2025

Thank you!

Please complete our survey that will appear in your browser as you leave the meeting

Connect With Us











thecoop.santeecooper.com

linkedin.com/company/santeecooper

#PoweringSC