

State of South Carolina



Office of the State Auditor

1401 MAIN STREET, SUITE 1200
COLUMBIA, S.C. 29201

RICHARD H. GILBERT, JR., CPA
DEPUTY STATE AUDITOR

(803) 253-4160
FAX (803) 343-0723

October 19, 2007

Mr. Charles Terreni
Chief Clerk and Administrator
South Carolina Public Service Commission
101 Executive Center Drive, Suite 101
Columbia, South Carolina 29210

Dear Mr. Terreni:

We are enclosing a preliminary draft copy of the report resulting from our performance of agreed-upon procedures to the accounting records of the South Carolina Public Service Commission for the fiscal year ended June 30, 2006. As soon as you have reviewed the draft, but not later than November 2, 2007, please write to us indicating your review has been completed and authorizing release of the report. If you wish, we would be glad to meet with you in a formal exit conference to discuss this report. Please telephone Mr. Wayne Sams, CPA, at 253-4160, ext. 216 if you have any questions about this letter or would like to schedule a conference.

To enable us to expeditiously complete and distribute your report, you must provide us with a report release authorization and a current list of your Commission members and their mailing addresses. Also, forward to us with your release authorization any written response or comments regarding the matters discussed in the Accountant's Comments which you wish to have included in the final report. In addition provide us a copy of your written response on diskette so it can be included with our report on the State Auditor's internet homepage. If we do not receive your release authorization by the date stated in paragraph one, we will release the report at that time with our comment in the Management's Response section of the Accountant's Comments that you elected not to respond.

Yours very truly,

A handwritten signature in black ink, appearing to read "Richard H. Gilbert, Jr.", written in a cursive style.

Richard H. Gilbert, Jr., CPA
Deputy State Auditor

RHGjr/sag

Enclosure