

Statements of Net Position - Business - Type Activities

South Carolina Public Service Authority

As of March 31, 2018 and December 31, 2017

	March 31, 2018	December 31, 2017
	(Unaudited)	(Audited)
	(Thousands)	
ASSETS		
Current assets		
Unrestricted cash and cash equivalents	\$ 207,610	\$ 731,758
Unrestricted investments	1,306,383	740,777
Restricted cash and cash equivalents	57,462	71,338
Restricted investments	173,556	163,360
Receivables, net of allowance for doubtful accounts of \$2,217 and \$2,177 at March 31, 2018 and December 31, 2017, respectively	188,332	228,575
Materials inventory	134,772	132,859
Fuel inventory		
Fossil fuels	265,553	307,279
Nuclear fuel-net	100,725	107,420
Interest receivable	2,638	2,522
Prepaid expenses and other current assets	121,555	132,506
Total current assets	2,558,586	2,618,394
Noncurrent assets		
Restricted cash and cash equivalents	4,540	27
Restricted investments	129,335	135,654
Capital assets		
Utility plant	7,572,906	7,545,203
Long lived assets-asset retirement cost	265,116	265,116
Accumulated depreciation	(3,817,904)	(3,773,415)
Total utility plant-net	4,020,118	4,036,904
Construction work in progress	789,411	763,490
Other physical property-net	31,572	31,628
Investment in associated companies	6,339	6,587
Costs to be recovered from future revenue	229,479	229,876
Regulatory asset-asset retirement obligation	700,219	694,036
Regulatory assets	4,242,166	4,248,478
Other noncurrent and regulatory assets	178,139	195,618
Total noncurrent assets	10,331,318	10,342,298
Total assets	\$ 12,889,904	\$ 12,960,692
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflow - pension	\$ 41,181	\$ 41,181
Accumulated decrease in fair value of hedging derivatives	37,036	39,916
Unamortized loss on refunded and defeased debt	154,747	158,625
Total deferred outflows of resources	\$ 232,964	\$ 239,722
Total assets & deferred outflows of resources	\$ 13,122,868	\$ 13,200,414

Statements of Net Position - Business - Type Activities (continued)

South Carolina Public Service Authority

As of March 31, 2018 and December 31, 2017

	March 31, 2018 (Unaudited)	December 31, 2017 (Audited)
	(Thousands)	
LIABILITIES		
Current liabilities		
Current portion of long-term debt	\$ 18,810	\$ 48,546
Accrued interest on long-term debt	114,754	50,383
Revolving credit agreement	273,000	219,000
Commercial paper	147,220	144,484
Accounts payable	166,616	304,377
Other current liabilities	73,086	97,075
Total current liabilities	793,486	863,865
Noncurrent liabilities		
Construction liabilities	20,719	17,130
Net Pension Liability	340,408	338,783
Asset retirement obligation liability	728,189	729,969
Total long-term debt (net of current portion)	7,461,131	7,465,968
Unamortized debt discounts and premiums	423,179	431,174
Long-term debt-net	7,884,310	7,897,142
Other credits and noncurrent liabilities	86,132	97,085
Total noncurrent liabilities	9,059,758	9,080,109
Total liabilities	\$ 9,853,244	\$ 9,943,974
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows - pension	\$ 4,817	\$ 4,817
Accumulated increase in fair value of hedging derivatives	3,917	5,374
Nuclear decommissioning costs	223,934	226,767
Deferred inflows - Toshiba settlement	900,765	898,215
Total deferred inflows of resources	\$ 1,133,433	\$ 1,135,173
NET POSITION		
Net invested in capital assets	\$ 1,534,507	\$ 1,523,505
Restricted for debt service	(6,469)	32,430
Restricted for capital projects	1,084	1,284
Unrestricted	607,069	564,048
Total net position	\$ 2,136,191	\$ 2,121,267
Total liabilities, deferred inflows of resources & net position	\$ 13,122,868	\$ 13,200,414

Statements of Revenues, Expenses and Changes in Net Position - Business - Type Activities

South Carolina Public Service Authority

Years Ended March 31, 2018 and 2017

	March 31, 2018 (Unaudited)	March 31, 2017 (Unaudited)
	(Thousands)	
Operating revenues		
Sale of electricity	\$ 465,526	\$ 399,910
Sale of water	2,383	2,178
Other operating revenue	4,571	4,473
Total operating revenues	472,480	406,561
Operating expenses		
Electric operating expenses		
Production	32,969	31,814
Fuel	152,796	127,626
Purchased and interchanged power	55,406	40,414
Transmission	6,422	5,900
Distribution	2,838	2,592
Customer accounts	3,436	3,877
Sales	415	6,039
Administrative and general	22,789	25,156
Electric maintenance expenses	27,099	24,255
Water operating expenses	871	701
Water maintenance expenses	340	190
Total operating and maintenance expenses	305,381	268,564
Depreciation	46,432	44,073
Sums in lieu of taxes	1,140	1,057
Total operating expenses	352,953	313,694
Operating income	119,527	92,867
Nonoperating revenues (expenses)		
Interest and investment revenue	2,208	3,258
Net increase (decrease) in the fair value of investments	501	(724)
Interest expense on long-term debt	(90,551)	(64,175)
Interest expense on commercial paper and other	(828)	(979)
Amortization expense	3,449	4,055
Costs to be recovered from future revenue	(397)	(1,112)
U.S. Treasury subsidy on Build America Bonds	1,891	1,893
Other-net	(11,811)	(11,107)
Total nonoperating revenues (expenses)	(95,538)	(68,891)
Income before transfers	23,989	23,976
Capital contributions & transfers		
Distribution to the State	(9,066)	(9,283)
Total capital contributions & transfers	(9,066)	(9,283)
Change in net position	14,923	14,693
Total net position-beginning	2,121,268	2,030,336
Total net position-ending	\$ 2,136,191	\$ 2,045,029

Statements of Cash Flows - Business - Type Activities

South Carolina Public Service Authority

Periods Ended March 31, 2018 and December 31, 2017

	March 31, 2018 (Unaudited)	December 31, 2017 (Audited)
	(Thousands)	
Cash flows from operating activities		
Receipts from customers	\$ 512,684	\$ 1,726,942
Payments to non-fuel suppliers	(179,627)	(308,098)
Payments for fuel	(152,067)	(557,944)
Purchased power	(55,405)	(198,157)
Payments to employees	(51,035)	(190,707)
Other receipts-net	108,819	219,440
Net cash provided by operating activities	183,369	691,476
Cash flows from non-capital related financing activities		
Distribution to the State	(9,066)	(17,751)
Proceeds from revolving credit agreement draw	0	190,000
Repayment of revolving credit agreement draw	0	(70,000)
Proceeds from issuance of commercial paper notes	3,250	30,450
Repayment of commercial paper notes	(3,584)	(268,888)
Refunding / defeasance of long-term debt	0	(120)
Repayment of long-term debt	(6,001)	(746)
Interest paid on long-term debt	(19,255)	(11,051)
Interest paid on commercial paper and other	(776)	(4,904)
Bond issuance and other related costs	(52,318)	(185)
Net cash used in non-capital related financing activities	(87,750)	(153,195)
Cash flows from capital-related financing activities		
Proceeds from revolving credit agreement draw	0	126,500
Repayment of revolving credit agreement draw	0	(26,000)
Proceeds from issuance of commercial paper notes	111,070	23,284
Repayment of commercial paper notes	(54,000)	(40,261)
Refunding / defeasance of long-term debt	0	(157,488)
Repayment of long-term debt	(29,305)	(127,308)
Interest paid on long-term debt	(7,333)	(364,062)
Interest paid on commercial paper and other	(285)	(2,415)
Construction and betterments of utility plant	(134,957)	(824,255)
Bond issuance and other related costs	52,337	(8,715)
Toshiba settlement proceeds	0	898,215
Other-net	232	(33,661)
Net cash used in capital-related financing activities	(62,241)	(536,166)
Cash flows from investing activities		
Net decrease in investments	(568,982)	609,051
Interest on investments	2,092	13,309
Net cash provided by (used in) investing activities	(566,890)	622,360
Net increase (decrease) in cash and cash equivalents	(533,512)	624,475
Cash and cash equivalents-beginning	803,124	178,648
Cash and cash equivalents-ending	\$ 269,612	\$ 803,123

Statements of Cash Flows - Business - Type Activities (continued)

South Carolina Public Service Authority

Periods Ended March 31, 2018 and December 31, 2017

	March 31,	December 31,
	2018	2017
	(Unaudited)	(Audited)
	(Thousands)	
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 119,527	\$ 399,812
<i>Adjustments to reconcile operating income to net cash provided by operating activities</i>		
Depreciation	46,432	181,094
Amortization of nuclear fuel	6,695	24,792
Net power gains involving associated companies	(14,990)	(50,542)
Distributions from associated companies	13,758	46,122
Advances to associated companies	0	(27)
Other income and expenses	(7,200)	(29,488)
Changes in assets and liabilities		
Accounts receivable-net	40,243	(30,043)
Inventories	39,813	110,872
Prepaid expenses	13,503	25,208
Other deferred debits	16,807	(14,092)
Accounts payable	(56,218)	21,011
Other current liabilities	(295,796)	394
Other noncurrent liabilities	260,795	6,363
Net cash provided by operating activities	\$ 183,369	\$ 691,476
Composition of cash and cash equivalents		
Current		
Unrestricted cash and cash equivalents	\$ 207,610	\$ 731,758
Restricted cash and cash equivalents	57,462	71,338
Noncurrent		
Restricted cash and cash equivalents	4,540	27
Cash and cash equivalents at the end of the period	\$ 269,612	\$ 803,123
Noncash Capital Activities	\$ 57,994	\$ 139,536