

Statements of Net Position - Business - Type Activities

South Carolina Public Service Authority

As of September 30, 2018 and December 31, 2017

	September 30, 2018 (Unaudited)	December 31, 2017 (Audited)
	(Thousands)	
ASSETS		
Current assets		
Unrestricted cash and cash equivalents	\$ 315,796	\$ 731,758
Unrestricted investments	757,068	740,777
Restricted cash and cash equivalents	53,590	71,338
Restricted investments	107,460	163,360
Receivables, net of allowance for doubtful accounts of \$2,202 and \$2,177 at September 30, 2018 and December 31, 2017, respectively	241,464	228,575
Materials inventory	138,799	132,859
Fuel inventory		
Fossil fuels	171,432	307,279
Nuclear fuel-net	95,647	107,420
Interest receivable	2,643	2,522
Prepaid expenses and other current assets	104,544	132,506
Total current assets	1,988,443	2,618,394
Noncurrent assets		
Restricted cash and cash equivalents	227	27
Restricted investments	132,027	135,654
Capital assets		
Utility plant	7,652,510	7,545,203
Long lived assets-asset retirement cost	265,116	265,116
Accumulated depreciation	(3,899,857)	(3,773,415)
Total utility plant-net	4,017,769	4,036,904
Construction work in progress	894,893	763,490
Other physical property-net	31,461	31,628
Investment in associated companies	7,059	6,587
Costs to be recovered from future revenue	227,839	229,876
Regulatory asset-asset retirement obligation	712,586	694,036
Regulatory assets - Nuclear & Deferred Interest	4,245,008	4,248,478
Other noncurrent and regulatory assets	172,644	195,618
Total noncurrent assets	10,441,513	10,342,298
Total assets	\$ 12,429,956	\$ 12,960,692
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflow - pension	\$ 41,181	\$ 41,181
Accumulated decrease in fair value of hedging derivatives	44,079	39,916
Unamortized loss on refunded and defeased debt	155,748	158,625
Total deferred outflows of resources	\$ 241,008	\$ 239,722
Total assets & deferred outflows of resources	\$ 12,670,964	\$ 13,200,414

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

South Carolina Public Service Authority

As of September 30, 2018 and December 31, 2017

	September 30, 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	109,436	50,383
Revolving credit agreement	80,000	219,000
Commercial paper	173,732	144,484
Accounts payable	176,151	304,377
Other current liabilities	83,610	97,075
Total current liabilities	641,739	863,865
Noncurrent liabilities		
Construction liabilities	18,983	17,130
Net Pension Liability	343,658	338,783
Asset retirement obligation liability	724,628	729,969
Total long-term debt (net of current portion)	7,138,326	7,465,968
Unamortized debt discounts and premiums	394,184	431,174
Long-term debt-net	7,532,510	7,897,142
Other credits and noncurrent liabilities	92,084	97,085
Total noncurrent liabilities	8,711,863	9,080,109
Total liabilities	\$ 9,353,602	\$ 9,943,974
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows - pension	\$ 4,817	\$ 4,817
Accumulated increase in fair value of hedging derivatives	3,730	5,374
Nuclear decommissioning costs	221,644	226,767
Deferred inflows - Toshiba settlement	790,430	898,215
Total deferred inflows of resources	\$ 1,020,621	\$ 1,135,173
NET POSITION		
Net invested in capital assets	\$ 1,876,098	\$ 1,523,505
Restricted for debt service	5,724	32,430
Restricted for capital projects	690	1,284
Unrestricted	414,229	564,048
Total net position	\$ 2,296,741	\$ 2,121,267
Total liabilities, deferred inflows of resources & net position	\$ 12,670,964	\$ 13,200,414

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

South Carolina Public Service Authority

Years Ended September 30, 2018 and 2017

	September 30, 2018 (Unaudited)	September 30, 2017 (Unaudited)
	(Thousands)	
Operating revenues		
Sale of electricity	\$ 1,389,975	\$ 1,333,096
Sale of water	7,219	6,504
Other operating revenue	11,751	12,084
Total operating revenues	1,408,945	1,351,684
Operating expenses		
Electric operating expenses		
Production	100,460	95,790
Fuel	458,264	436,330
Purchased and interchanged power	150,762	143,273
Transmission	16,558	16,878
Distribution	8,058	7,775
Customer accounts	10,155	11,433
Sales	2,582	8,595
Administrative and general	67,596	73,031
Electric maintenance expenses	92,218	77,065
Water operating expenses	2,358	2,280
Water maintenance expenses	902	644
Total operating and maintenance expenses	909,913	873,094
Depreciation	139,029	135,176
Sums in lieu of taxes	3,559	3,508
Total operating expenses	1,052,501	1,011,778
Operating income	356,444	339,906
Nonoperating revenues (expenses)		
Interest and investment revenue	7,737	9,557
Net increase (decrease) in the fair value of investments	2,998	(456)
Interest expense on long-term debt	(270,523)	(192,555)
Interest expense on commercial paper and other	(4,014)	(3,426)
Amortization expense	10,350	12,134
Costs to be recovered from future revenue	(2,037)	(3,429)
U.S. Treasury subsidy on Build America Bonds	5,688	5,678
Other-net	86,227	(33,256)
Total nonoperating revenues (expenses)	(163,574)	(205,753)
Income before transfers	192,870	134,153
Capital contributions & transfers		
Distribution to the State	(17,397)	(17,751)
Total capital contributions & transfers	(17,397)	(17,751)
Change in net position	175,473	116,402
Total net position-beginning	2,121,268	2,030,336
Total net position-ending	\$ 2,296,741	\$ 2,146,738

Statements of Cash Flows - Business - Type Activities

South Carolina Public Service Authority

Periods Ended September 30, 2018 and December 31, 2017

	September 30, 2018 (Unaudited)	December 31, 2017 (Audited)
	(Thousands)	
Cash flows from operating activities		
Receipts from customers	\$ 1,396,031	\$ 1,726,942
Payments to non-fuel suppliers	(171,409)	(308,098)
Payments for fuel	(455,952)	(557,944)
Purchased power	(150,909)	(198,157)
Payments to employees	(143,828)	(190,707)
Other receipts-net	268,977	219,440
Net cash provided by operating activities	742,910	691,476
Cash flows from non-capital related financing activities		
Distribution to the State	(17,397)	(17,751)
Proceeds from revolving credit agreement draw	0	190,000
Proceeds from issuance of commercial paper notes	14,350	30,450
Repayment of revolving credit agreement draw	(20,000)	(70,000)
Repayment of commercial paper notes	(17,185)	(268,888)
Refunding / defeasance of long-term debt	(104,648)	(120)
Repayment of long-term debt	(14,276)	(746)
Interest paid on long-term debt	(127,665)	(11,051)
Interest paid on commercial paper and other	(3,261)	(4,904)
Bond issuance and other related costs	(55,149)	(185)
Net cash used in non-capital related financing activities	(345,231)	(153,195)
Cash flows from capital-related financing activities		
Proceeds from revolving credit agreement draw	54,000	126,500
Proceeds from issuance of commercial paper notes	91,374	23,284
Repayment of revolving credit agreement draw	(143,000)	(26,000)
Repayment of commercial paper notes	(59,291)	(40,261)
Refunding / defeasance of long-term debt	(241,587)	(157,488)
Repayment of long-term debt	(28,927)	(127,308)
Interest paid on long-term debt	(80,869)	(364,062)
Interest paid on commercial paper and other	(1,698)	(2,415)
Construction and betterments of utility plant	(506,580)	(824,255)
Bond issuance and other related costs	29,999	(8,715)
Toshiba settlement proceeds	0	898,215
Other-net	1,539	(33,661)
Net cash used in capital-related financing activities	(885,040)	(536,166)
Cash flows from investing activities		
Net decrease in investments	46,234	609,051
Interest on investments	7,615	13,309
Net cash provided by investing activities	53,849	622,360
Net increase (decrease) in cash and cash equivalents	(433,512)	624,475
Cash and cash equivalents-beginning	803,123	178,648
Cash and cash equivalents-ending	\$ 369,611	\$ 803,123

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

South Carolina Public Service Authority

Periods Ended September 30, 2018 and December 31, 2017

	September 30, 2018 (Unaudited)	December 31, 2017 (Audited)
	(Thousands)	
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 356,444	\$ 399,812
<i>Adjustments to reconcile operating income to net cash provided by operating activities</i>		
Depreciation	139,029	181,094
Amortization of nuclear fuel	20,269	24,792
Net power gains involving associated companies	(42,149)	(50,542)
Distributions from associated companies	38,454	46,122
Advances to associated companies	0	(27)
Other income and expenses	98,638	(29,488)
Changes in assets and liabilities		
Accounts receivable-net	(12,889)	(30,043)
Inventories	129,907	110,872
Prepaid expenses	18,640	25,208
Other deferred debits	16,577	(14,092)
Accounts payable	(45,216)	21,011
Other current liabilities	(270,846)	394
Other noncurrent liabilities	296,052	6,363
Net cash provided by operating activities	\$ 742,910	\$ 691,476
Composition of cash and cash equivalents		
Current		
Unrestricted cash and cash equivalents	\$ 315,796	\$ 731,758
Restricted cash and cash equivalents	53,590	71,338
Noncurrent		
Restricted cash and cash equivalents	227	27
Cash and cash equivalents at the end of the period	\$ 369,613	\$ 803,123
Noncash Capital Activities	\$ 56,526	\$ 139,536