

Combined Statements of Net Position

South Carolina Public Service Authority

As of September 30, 2015 and December 31, 2014

	September 30, 2015 (Unaudited)	December 31, 2014 (Audited)
	(Thousands)	
ASSETS		
Current assets		
Unrestricted cash and cash equivalents	\$ 141,585	\$ 171,830
Unrestricted investments	560,825	520,282
Restricted cash and cash equivalents	106,450	289,149
Restricted investments	1,150,893	836,032
Receivables, net of allowance for doubtful accounts of \$1,696 and \$1,555 at September 30, 2015 and December 31, 2014, respectively	195,894	187,324
Materials inventory	126,564	113,635
Fuel inventory		
Fossil fuels	475,431	333,648
Nuclear fuel-net	159,987	150,577
Interest receivable	3,657	1,786
Prepaid expenses and other current assets	214,337	233,639
Total current assets	3,135,623	2,837,902
Noncurrent assets		
Restricted cash and cash equivalents	4,160	352
Restricted investments	121,120	122,657
Capital assets		
Utility plant	7,138,480	7,023,729
Long lived assets-asset retirement cost	507,394	507,394
Accumulated depreciation	(3,449,936)	(3,332,127)
Total utility plant-net	4,195,938	4,198,996
Construction work in progress	3,043,665	2,712,851
Other physical property-net	5,970	5,939
Investment in associated companies	7,994	8,584
Unamortized debt expenses	37,099	35,902
Costs to be recovered from future revenue	242,545	247,359
Regulatory asset-asset retirement obligation	700,606	660,181
Other noncurrent and regulatory assets	202,914	173,870
Total noncurrent assets	8,562,011	8,166,691
Total assets	\$ 11,697,634	\$ 11,004,593
DEFERRED OUTFLOWS OF RESOURCES		
Accumulated decrease in fair value of hedging derivatives	\$ 83,060	\$ 69,958
Unamortized loss on refunded and defeased debt	141,052	133,680
Total deferred outflows of resources	\$ 224,112	\$ 203,638
Total asset & deferred outflows of resources	\$ 11,921,746	\$ 11,208,231

Combined Statements of Net Position (continued)

South Carolina Public Service Authority

As of September 30, 2015 and December 31, 2014

	September 30, 2015 (Unaudited)	December 31, 2014 (Audited)
	(Thousands)	
LIABILITIES		
Current liabilities		
Current portion of long-term debt	\$ 216,287	\$ 149,689
Accrued interest on long-term debt	106,121	79,061
Commercial paper	505,955	410,139
Accounts payable	206,953	260,727
Other current liabilities	107,513	131,766
Total current liabilities	1,142,829	1,031,382
Noncurrent liabilities		
Construction liabilities	5,458	6,377
Asset retirement obligation liability	1,056,197	1,043,629
Total long-term debt (net of current portion)	6,847,929	6,399,449
Unamortized debt discounts and premiums	297,219	239,713
Long-term debt-net	7,145,148	6,639,162
Other credits and noncurrent liabilities	129,311	110,717
Total noncurrent liabilities	8,336,114	7,799,885
Total liabilities	\$ 9,478,943	\$ 8,831,267
DEFERRED INFLOWS OF RESOURCES		
Accumulated increase in fair value of hedging derivatives	\$ 2,740	\$ 1,138
Nuclear decommissioning costs	211,238	207,363
Total deferred inflows of resources	\$ 213,978	\$ 208,501
NET POSITION		
Net invested in capital assets	\$ 1,005,627	\$ 957,835
Restricted for debt service	54,657	108,457
Restricted for capital projects	4,746	6,515
Unrestricted	1,163,795	1,095,656
Total net position	\$ 2,228,825	\$ 2,168,463
Total liabilities, deferred inflows of resources & net position	\$ 11,921,746	\$ 11,208,231

Combined Statements of Revenues, Expenses and Changes in Net Position

South Carolina Public Service Authority
 Periods Ended September 30, 2015 and 2014

	September 30, 2015 (Unaudited)	September 30, 2014 (Unaudited)
	(Thousands)	
Operating revenues		
Sale of electricity	\$ 1,466,612	\$ 1,560,377
Sale of water	6,142	6,136
Other operating revenue	11,501	11,049
Total operating revenues	1,484,255	1,577,562
Operating expenses		
Electric operating expenses		
Production	88,466	79,564
Fuel	584,352	648,168
Purchased and interchanged power	147,155	181,793
Transmission	18,578	18,175
Distribution	7,933	8,109
Customer accounts	10,854	11,383
Sales	9,130	5,879
Administrative and general	63,972	66,375
Electric maintenance expense	95,284	89,144
Water operation expense	2,079	1,991
Water maintenance expense	591	639
Total operation and maintenance expenses	1,028,394	1,111,220
Depreciation and amortization	132,160	130,196
Sums in lieu of taxes	3,882	4,092
Total operating expenses	1,164,436	1,245,508
Operating income	\$ 319,819	\$ 332,054
Nonoperating revenues (expenses)		
Interest and investment revenue	6,592	27,836
Net increase in the fair value of investments	(324)	(1,573)
Interest expense on long-term debt	(211,570)	(200,706)
Interest expense on short-term debt and other	(2,242)	(4,012)
Amortization expense	4,324	2,364
Costs to be recovered from future revenue	(4,814)	(28,191)
U.S. Treasury subsidy on Build America Bonds	5,654	5,660
Other-net	(36,961)	(2,399)
Total nonoperating revenues (expenses)	(239,341)	(201,021)
Income before transfers	80,478	131,033
Capital contributions & transfers		
Distribution to the State	(20,116)	(20,659)
Total capital contributions & transfers	(20,116)	(20,659)
Change in net position	60,362	110,374
Total net position-beginning	2,168,463	2,040,127
Total net position-ending	\$ 2,228,825	\$ 2,150,501

Combined Statements of Cash Flows

South Carolina Public Service Authority

Periods Ended September 30, 2015 and December 31, 2014

	September 30, 2015 (Unaudited)	December 31, 2014 (Audited)
	(Thousands)	
Cash flows from operating activities		
Receipts from customers	\$ 1,475,544	\$ 1,998,875
Payments to non-fuel suppliers	(532,007)	(124,575)
Payments for fuel	(576,433)	(813,871)
Purchased power	(147,161)	(237,263)
Payments to employees	(124,229)	(162,872)
Other receipts-net	137,139	374,315
Net cash provided by operating activities	232,853	1,034,609
Cash flows from non-capital related financing activities		
Distribution to the State	(20,116)	(20,659)
Proceeds from sale of bonds	13,149	54,105
Proceeds from issuance of commercial paper notes	108,005	229,105
Repayment of commercial paper notes	(1,700)	(105,062)
Refunding / defeasance of long-term debt	(14,065)	(469,708)
Repayment of long-term debt	(94)	(143)
Interest paid on long-term debt	(6,788)	(18,156)
Interest paid on commercial paper and other	(3,228)	(3,286)
Bond issuance and other related costs	735	(7,424)
Net cash provided by/(used in) non-capital related financing activities	75,898	(341,228)
Cash flows from capital-related financing activities		
Proceeds from sale of bonds	856,474	1,364,075
Proceeds from issuance of commercial paper notes	31,603	59,661
Repayment of commercial paper notes	(42,092)	(145,638)
Refunding / defeasance of long-term debt	(234,005)	(753,782)
Repayment of long-term debt	(108,646)	(95,615)
Interest paid on long-term debt	(219,063)	(304,308)
Interest paid on commercial paper and other	(480)	(2,331)
Construction and betterments of utility plant	(473,779)	(725,145)
Bond issuance and other related costs	49,956	75,525
Other-net	(28,385)	(8,427)
Net cash used in capital-related financing activities	(168,417)	(535,985)
Cash flows from investing activities		
Net decrease in investments	(354,191)	(82,694)
Interest on investments	4,721	29,901
Net cash used in investing activities	(349,470)	(52,793)
Net (decrease)/increase in cash and cash equivalents	(209,136)	104,603
Cash and cash equivalents-beginning	461,331	356,728
Cash and cash equivalents-ending	\$ 252,195	\$ 461,331

Combined Statements of Cash Flows (continued)

South Carolina Public Service Authority

Periods Ended September 30, 2015 and December 31, 2014

	September 30, 2015 (Unaudited)	December 31, 2014 (Audited)
	(Thousands)	
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 319,819	\$ 378,123
<i>Adjustments to reconcile operating income to net cash provided by operating activities</i>		
Depreciation	132,160	173,743
Amortization of nuclear fuel	20,483	22,552
Net power gains involving associated companies	(31,826)	(27,711)
Distributions from associated companies	29,630	23,674
Advances to associated companies	4	(107)
Other income and expenses	(28,012)	3,807
Changes in assets and liabilities		
Accounts receivable-net	(8,570)	1,768
Inventories	(154,713)	113,581
Prepaid expenses	24,152	(21,928)
Other deferred debits	(14,694)	245,692
Accounts payable	(51,258)	50,545
Other current liabilities	(23,810)	57,779
Other noncurrent liabilities	19,488	13,091
Net cash provided by operating activities	\$ 232,853	\$ 1,034,609
Composition of cash and cash equivalents		
Current		
Unrestricted cash and cash equivalents	\$ 141,585	\$ 171,830
Restricted cash and cash equivalents	106,450	289,149
Noncurrent		
Restricted cash and cash equivalents	4,160	352
Cash and cash equivalents at the end of the period	\$ 252,195	\$ 461,331