



Byron W. Hinson
Director
Rates and Regulatory Services

December 7, 2017

Ms. Jocelyn Boyd
Chief Clerk & Administrator
The Public Service Commission of South Carolina
101 Executive Center Drive, Suite 100
Columbia, South Carolina 29210

Dear Ms. Boyd:

Attached are copies of the Quarterly Report for South Carolina Electric & Gas Company, Electric Retail Operations and Gas Distribution Operations, for the twelve months ended September 30, 2017.

Sincerely,

Byron W. Hinson

CW

Attachments

- c: Dawn Hipp (ORS)
- Jay Jashinsky (ORS)

CERTIFICATION

I, Kevin B. Marsh, state and attest, under penalty of perjury, that the attached Quarterly Reports of Retail Electric Operations and Gas Distribution Operations are filed on behalf of South Carolina Electric & Gas Company as required by the Public Service Commission of South Carolina; That I have reviewed said reports and, in the exercise of due diligence, have made reasonable inquiry into the accuracy of the information and representations provided therein; and that, to the best of my knowledge, information, and belief, all information contained therein is accurate and true and contains no false, fictitious, fraudulent or misleading statements; that no material information or fact has been knowingly omitted or misstated therein, and that all information contained therein has been prepared and presented in accordance with all applicable South Carolina general statutes, Commission rules and regulations, and applicable Commission Orders. Any violation of this Certification may result in the Commission initiating a formal earnings review proceeding.

Kevin B. Marsh

Signature of Chief Executive Officer

Kevin B. Marsh

Typed or Printed Name of Person Signing

Chairman of the Board, Chief Executive Officer

Title

12/7/17

Date Signed

Subscribed and Sworn to me on this 7th of DECEMBER, 20 17.

Carol G. O'Shields

Notary Public

My Commission Expires: July 2, 2020

Carol G O'Shields
Notary Public
Gaston County, NC

CERTIFICATION

I, Jimmy E. Addison, state and attest, under penalty of perjury, that the attached Quarterly Reports of Retail Electric Operations and Gas Distribution Operations are filed on behalf of South Carolina Electric & Gas Company as required by the Public Service Commission of South Carolina; That I have reviewed said reports and, in the exercise of due diligence, have made reasonable inquiry into the accuracy of the information and representations provided therein; and that, to the best of my knowledge, information, and belief, all information contained therein is accurate and true and contains no false, fictitious, fraudulent or misleading statements; that no material information or fact has been knowingly omitted or misstated therein, and that all information contained therein has been prepared and presented in accordance with all applicable South Carolina general statutes, Commission rules and regulations, and applicable Commission Orders. Any violation of this Certification may result in the Commission initiating a formal earnings review proceeding.



Signature of Chief Financial Officer

Jimmy E. Addison

Typed or Printed Name of Person Signing

Chief Financial Officer

Title

12/7/17

Date Signed

Subscribed and Sworn to me on this seventh of December,
2017.



Notary Public

My Commission Expires: 07-25-2021

**SOUTH CAROLINA ELECTRIC & GAS COMPANY
RETAIL ELECTRIC
OPERATING EXPERIENCE
TWELVE MONTHS ENDED SEPTEMBER 30, 2017**

EXHIBIT A

<u>DESCRIPTION</u>	<u>PER BOOKS ADJ. FOR REGULATORY ORDERS</u> (\$)	<u>ACCOUNTING & PRO FORMA ADJUSTMENTS</u> (\$)	<u>TOTAL AS ADJUSTED</u> (\$)
	COL. A	COL. B	COL. C
<u>OPERATING REVENUES</u>	<u>2,573,825,310</u>	<u>(452,787,901)</u>	<u>2,121,037,409</u>
<u>OPERATING EXPENSES</u>			
Fuel Costs	623,287,164	-	623,287,164
Other O&M Expenses	583,711,611	4,392,040	588,103,651
Deprec. & Amort. Expenses	267,744,349	2,490,706	270,235,055
Taxes Other Than Income	206,069,444	3,912,165	209,981,609
Income Taxes	<u>189,028,533</u>	<u>(124,043,294)</u>	<u>64,985,239</u>
Total Operating Expenses	1,869,841,101	(113,248,383)	1,756,592,718
Operating Return	703,984,209	(339,539,518)	364,444,691
Customer Growth	3,407,903	(1,643,670)	1,764,233
Int. on Customer Deposits	<u>(1,114,066)</u>	<u>-</u>	<u>(1,114,066)</u>
Total Income for Return	<u>706,278,046</u>	<u>(341,183,188)</u>	<u>365,094,858</u>
<u>ORIGINAL COST RATE BASE</u>			
Gross Plant in Service	9,642,974,430	(5,438,464)	9,637,535,966
Reserve for Deprec.	<u>3,777,308,466</u>	<u>664,854</u>	<u>3,777,973,320</u>
Net Plant	5,865,665,964	(6,103,318)	5,859,562,646
CWIP	4,885,050,807	(4,682,396,997)	202,653,810
Net Deferred/Credits	9,547,089	18,928	9,566,017
Accum. Def. Income Taxes	(1,144,013,449)	(298,866,643)	(1,440,880,092)
Materials & Supplies	422,196,596	14,274,571	436,471,167
Working Capital	<u>17,474,474</u>	<u>549,005</u>	<u>18,023,479</u>
Total Original Cost Rate Base	<u>10,055,921,481</u>	<u>(4,970,524,454)</u>	<u>5,085,397,027</u>
RATE OF RETURN	7.02%		7.18%
RETURN ON EQUITY	8.09%		8.39%

Note: For information purposes only, including DSM revenues and expenses, the Total as Adjusted ROE is 8.97%

**SOUTH CAROLINA ELECTRIC & GAS COMPANY
ANNUALIZED INTEREST EXPENSE**

TWELVE MONTHS ENDED SEPTEMBER 30, 2017

RATE BASE	\$	10,325,934,700
LONG-TERM DEBT RATIO		<u>47.82%</u>
	\$	4,937,861,974
AVERAGE COST OF DEBT		<u>5.86%</u>
ANNUALIZED INTEREST	\$	289,358,712
TAX BOOK INTEREST	\$	<u>246,416,868</u>
INTEREST ADJUSTMENT	\$	<u>42,941,844</u>
ADJUSTMENT TO INCOME TAXES:		
STATE INCOME TAX @ 5%	\$	(2,147,092)
FEDERAL INCOME TAX @ 35%	\$	<u>(14,278,163)</u>
TOTAL INCOME TAX EFFECT	\$	(16,425,255)
RETAIL ELECTRIC RATE BASE PERCENTAGE		<u>98.05%</u>
	\$	<u>(16,105,546)</u>

**SOUTH CAROLINA ELECTRIC & GAS COMPANY
PLANT IN SERVICE, CONSTRUCTION WORK IN PROGRESS, AND RESERVE FOR DEPRECIATION**

AT SEPTEMBER 30, 2017

	TOTAL PER BOOKS ADJ. FOR REGULATORY <u>ORDERS</u> \$	<u>RATIOS</u> %	ALLOCATED <u>TO RETAIL</u> \$
<u>ELECTRIC PLANT IN SERVICE</u>			
Production	\$ 4,658,637,485	96.83%	\$ 4,510,958,676
Transmission	\$ 1,323,838,257	96.67%	\$ 1,279,688,251
Distribution	\$ 3,259,344,267	99.99%	\$ 3,258,985,738
General	\$ 202,819,781	97.92%	\$ 198,602,063
Intangible	\$ 74,699,960	97.92%	\$ 73,146,545
Common	<u>\$ 328,422,841</u>	97.92%	<u>\$ 321,593,157</u>
TOTAL	<u>\$ 9,847,762,591</u>		<u>\$ 9,642,974,430</u>
<u>CONSTRUCTION WORK IN PROGRESS</u>			
Production	\$ 4,588,062,052	96.83%	\$ 4,442,620,484
Transmission	\$ 363,391,847	96.67%	\$ 351,272,729
Distribution	\$ 16,649,128	99.99%	\$ 16,647,297
General	\$ 36,279,624	97.92%	\$ 35,525,175
Intangible	\$ 38,314,863	97.92%	\$ 37,518,090
Common	<u>\$ 1,498,187</u>	97.92%	<u>\$ 1,467,032</u>
TOTAL	<u>\$ 5,044,195,701</u>		<u>\$ 4,885,050,807</u>
<u>RESERVE FOR DEPRECIATION</u>			
Production	\$ 2,187,904,354	96.83%	\$ 2,118,547,786
Transmission	\$ 363,297,903	96.67%	\$ 351,200,083
Distribution	\$ 1,017,664,277	99.99%	\$ 1,017,552,334
General	\$ 151,843,680	97.71%	\$ 148,373,297
Common	<u>\$ 144,947,742</u>	97.71%	<u>\$ 141,634,966</u>
TOTAL	<u>\$ 3,865,657,956</u>		<u>\$ 3,777,308,466</u>

**SOUTH CAROLINA ELECTRIC & GAS COMPANY
RETAIL ELECTRIC OPERATIONS**

AT SEPTEMBER 30, 2017

<u>NET DEFERRED DEBITS/CREDITS</u>	<u>PER BOOKS ADJ. FOR REGULATORY ORDERS</u>	<u>ACCOUNTING & PRO FORMA ADJUSTMENTS</u>	<u>TOTAL AS ADJUSTED</u>
Environmental	(360,119)		(360,119)
Wateree Scrubber Deferral - Ratebase Adj	14,565,160	-	14,565,160
FASB 106 Rate Base Reduction	(101,417,573)	18,928	(101,398,645)
Pension Deferral - Rate Base Adj	31,970,463	-	31,970,463
Canadys Retirement - Rate Base Adj	64,789,157	-	64,789,157
Storm Reserve	-	-	-
TOTAL	<u>9,547,089</u>	<u>18,928</u>	<u>9,566,017</u>
<u>MATERIALS & SUPPLIES</u>			
Nuclear Fuel	247,875,031	-	247,875,031
Fossil Fuel	41,977,365	14,274,571	56,251,936
Other Materials & Supplies	<u>132,344,200</u>	-	<u>132,344,200</u>
TOTAL	<u>422,196,596</u>	<u>14,274,571</u>	<u>436,471,167</u>
<u>WORKING CAPITAL, OTHER THAN MATERIALS & SUPPLIES</u>			
Working Cash	114,617,930	549,005	115,166,935
Prepayments	<u>84,561,428</u>	-	<u>84,561,428</u>
Total Investor Advanced Funds	199,179,358	549,005	199,728,363
Less: Customer Deposits	(54,354,631)	-	(54,354,631)
Average Tax Accruals	(117,253,805)	-	(117,253,805)
Nuclear Refueling	(1,688,716)	-	(1,688,716)
Injuries & Damages	<u>(8,407,732)</u>	-	<u>(8,407,732)</u>
TOTAL WORKING CAPITAL	<u>17,474,474</u>	<u>549,005</u>	<u>18,023,479</u>

SOUTH CAROLINA ELECTRIC & GAS COMPANY
 ACCOUNTING & PRO FORMA ADJUSTMENTS
 TOTAL ELECTRIC
 OPERATING EXPERIENCE
 TWELVE MONTHS ENDED SEPTEMBER 30, 2017

ADJ.#	DESCRIPTION	REVENUES	O & M EXPENSES	DEPREC. & AMORT. EXPENSE	TAXES INCOME	STATE INCOME TAX @ 5%	FEDERAL INCOME TAX @ 35%	PLANT IN SERVICE	ACCUM. DEPREC.	CWIP	MATERIALS & SUPPLIES	ADIT	DEFERRED DEBT/CROTI	WORKING CASH
1	WAGES, BENEFITS & PAYROLL TAXES	24,175,897	(1,708,189)	(1,294,204)	(8,606,459)									3,021,887
2	INCENTIVE COMPENSATION ADJUSTMENT	(6,520,312)	(497,347)		2,333,372									(815,038)
3	ANNUALIZE HEALTH CARE	(819,011)			205,821									(77,376)
4	REMOVE EMPLOYEE CLUBS		(135,839)		6,792			(5,558,780)	(2,153,741)					
5	PROPERTY RETIREMENTS													
6	REMOVE NEW NUCLEAR AMOUNTS	(418,480,084)		(1,852,503)	(20,731,375)	(137,863,671)				(4,835,683,443)		(306,585,400)		
7	CWIP							4,834		(4,834)				
8	ANNUALIZE DEPRECIATION BASED ON CURRENT RATES			2,670,761	(133,536)	(888,028)			2,820,105					
9	ADJUST PROPERTY TAXES			4,848,850	(242,443)	(1,612,242)							19,454	(3,938)
10	ANNUALIZE INSURANCE EXPENSE	(508,340)			25,417	169,023								(63,543)
11	OPEB	(31,504)			1,575	10,475								
12	TAX EFFECT OF ANNUALIZED INTEREST				7,191,965	47,826,565								
13	REMOVE AMOUNTS ASSOCIATED WITH DSM	(36,307,817)	(11,696,124)	(161,497)	(1,224,510)	(8,142,980)								(1,457,016)
14	FUEL INVENTORY									14,880,195				
	TOTAL	(452,787,901)	4,640,606	2,534,922	4,045,692	(16,018,491)	(106,522,968)	(5,553,946)	666,364	(4,835,688,277)	14,880,195	(306,585,400)	19,454	605,075

SOUTH CAROLINA ELECTRIC & GAS COMPANY
 ACCOUNTING & PRO FORMA ADJUSTMENTS
 RETAIL ELECTRIC
 OPERATING EXPERIENCE
 TWELVE MONTHS ENDED SEPTEMBER 30, 2017

ADJ.#	DESCRIPTION	REVENUES	O & M EXPENSES	DEPREC. & AMORT. EXPENSE	TAXES OTHER THAN INCOME	STATE INCOME TAX @ 5%	FEDERAL INCOME TAX @ 35%	PLANT IN SERVICE	ACCUM. DEPREC.	CWIP	MATERIALS & SUPPLIES	ADIT	DEFERRED DEBIT/CREDIT	WORKING CASH
1	WAGES, BENEFITS & PAYROLL TAXES		23,523,148		1,662,068	(1,259,261)	(8,374,084)							2,940,384
2	INCENTIVE COMPENSATION ADJUSTMENT		(6,344,264)		(483,919)	341,409	2,270,371							(793,033)
3	ANNUALIZE HEALTH CARE		(502,298)			30,115	200,264							(75,287)
4	REMOVE EMPLOYEE CLUBS			(132,734)		6,637	44,134	(5,443,183)	(2,104,517)					
5	PROPERTY RETIREMENTS													
6	REMOVE NEW NUCLEAR AMOUNTS	(416,480,084)			(1,852,503)	(20,731,379)	(137,863,671)			(4,682,392,278)		(296,866,643)		
7	CWIP							4,718		(4,719)				
8	ANNUALIZE DEPRECIATION BASED ON CURRENT RATES			2,623,440		(131,172)	(672,294)		2,769,371					
9	ADJUST PROPERTY TAXES				4,749,016	(237,401)	(1,578,715)							
10	ANNUALIZE INSURANCE EXPENSE		(497,769)			24,888	165,508							(62,221)
11	OPEB		(30,653)			1,533	10,192						18,928	(3,832)
12	TAX EFFECT OF ANNUALIZED INTEREST					6,964,331	46,312,801							
13	REMOVE AMOUNTS ASSOCIATED WITH DSM	(96,307,817)	(11,656,124)		(161,497)	(1,224,510)	(8,142,990)							(1,457,016)
14	FUEL INVENTORY										14,274,571			
	TOTAL	(452,787,901)	4,392,040	2,490,706	3,912,165	(16,214,810)	(107,828,494)	(5,433,464)	664,854	(4,682,396,997)	14,274,571	(296,866,643)	18,928	549,005

EXHIBIT B

SOUTH CAROLINA ELECTRIC & GAS COMPANY
 CAPITAL STRUCTURE
 AT SEPTEMBER 30, 2017

<u>RETAIL ELECTRIC</u>	<u>CAPITALIZATION</u> \$	<u>RATIO</u> %	<u>EMBEDDED COST/RATE</u> %	<u>OVERALL COST/RATE</u> %
LONG-TERM DEBT	4,928,770,000	47.82	5.86	2.80
PREFERRED STOCK	100,000	0.00	0.00	0.00
COMMON EQUITY	<u>5,377,832,362</u>	<u>52.18</u>	<u>8.39</u>	<u>4.38</u>
TOTAL	<u>10,306,702,362</u>	<u>100.00</u>		<u>7.18</u>

**SOUTH CAROLINA ELECTRIC AND GAS COMPANY
EARNINGS PER SHARE**

Earnings per share are calculated based on average shares outstanding of Parent Company, SCANA Corporation and Companies, and represent South Carolina Electric & Gas Company's contribution to the Parent's overall earnings.

TWELVE MONTHS ENDED SEPTEMBER 30, 2017

NET INCOME AFTER DIV. OF PREF. STOCK	\$359,499,330
EARNINGS PER SHARE	\$2.52
AVG. NUMBER OF SHARES OUTSTANDING	142,916,917

**SOUTH CAROLINA ELECTRIC & GAS COMPANY
RATIO OF EARNINGS TO FIXED CHARGES ¹
TWELVE MONTHS ENDED SEPTEMBER 30, 2017**

<u>LINE NO.</u>	<u>\$000's</u>
1	EARNINGS
2	Net Income 526,574
3	Losses from Equity Investees 4,277
4	Total Fixed Charges, As Below <u>291,811</u>
5	TOTAL EARNINGS <u>822,662</u>
6	FIXED CHARGES
7	Interest on Long-Term Debt 270,444
8	Other Interest 14,552
9	Amort. Of Debt Prem. - Discount & Exp. (Net) 2,920
10	Rental Int. Portion 3,895
11	Distribution on Trust Preferred <u>-</u>
12	TOTAL FIXED CHARGES 291,811
13	Pre-tax earnings required to pay Preference Security Dividend <u>-</u>
14	Total Fixed Charges and Preference Security Dividend <u>291,811</u>
15	RATIO OF EARNINGS TO FIXED CHARGES 2.82
16	¹ - SEC COVERAGE

SOUTH CAROLINA ELECTRIC & GAS COMPANY
TOTAL GAS DISTRIBUTION - OPERATING EXPERIENCE
12 MONTHS ENDED
September, 2017

<u>DESCRIPTION</u>	<u>PER BOOKS ADJ. FOR REGULATORY ORDERS</u>	<u>ACCOUNTING & PRO FORMA ADJUSTMENTS</u>	<u>TOTAL AS ADJUSTED</u>
	COL. A	COL. B	COL. C
	\$	\$	\$
<u>OPERATING REVENUES</u>	400,027,912	8,776,083	408,803,995
<u>OPERATING EXPENSES</u>			
Cost of Gas	204,725,614		204,725,614
Other O&M Expenses	71,135,035	3,045,440	74,180,476
Deprec. & Amort. Expenses	29,630,524	1,440,011	31,070,535
Taxes Other Than Income	28,272,711	2,662,559	30,935,271
Income Taxes	17,803,124	630,280	18,433,403
State	365,937	82,389	448,327
Federal	3,165,886	547,890	3,713,776
Def. Inc. Taxes (Net)	14,384,000	-	14,384,000
Invest. Tax Cr. (Net)	(112,700)	-	(112,700)
Total Operating Expenses	351,567,008	7,778,290	359,345,298
Operating Return	48,460,904	997,793	49,458,697
Customer Growth	891,555	18,357	909,911
Int. on Cust. Deposits Net	(174,146)		(174,146)
Total Income For Return	49,178,313	1,016,150	50,194,462
<u>ORIGINAL COST RATE BASE</u>			
Gross Plant in Service	1,181,807,777	(710,790)	1,181,096,987
Reserve for Depr.	445,404,862	291,274	445,696,136
Net Plant	736,402,915	(1,002,064)	735,400,851
CWIP	8,553,879	(85,658)	8,468,220
Accum. Def. Income Taxes	(166,573,800)	-	(166,573,800)
Net Deferred Debits / Credits	(427,391)	3,410	(423,980)
Materials & Supplies	21,165,230	-	21,165,230
Working Capital	(1,693,452)	380,680	(1,312,772)
Total Original Cost Rate Base	597,427,380	(703,632)	596,723,748
RATE OF RETURN	8.23%		8.41%
RETURN ON EQUITY	10.41%		10.75%

SUPPLEMENTAL SCHEDULE
TO EXHIBIT A

ADJ #	DESCRIPTION	REVENUE	O&M EXPENSE	DEPREC & AMORT EXPENSE	TAXES OTHER THAN INCOME	STATE INCOME TAX @ 5.0%	FEDERAL INCOME TAX @ 35%	PLANT IN SERVICE	ACCUM DEPRE	CWIP	OPEB'S	WORKING CAPITAL
1	ANNUALIZE WAGES, BENEFITS AND PAYROLL TAXES		4,398,369		310,774	(235,457)	(1,565,790)					549,796
2	INCENTIVE COMPENSATION ADJUSTMENT		(1,012,049)		(73,130)	54,259	360,822					(126,506)
3	REMOVE EMPLOYEE CLUBS			(14,682)		735	4,885	(601,215)	(232,940)			
4	RECOGNIZE PROPERTY RETIREMENTS, DEPRECIATION RESERVES					-	-	(195,233)	(195,233)			
5	RECOGNIZE PROPERTY ADDITIONS/ADJUSTMENTS, PLANT IN SERVICE					-	-	85,658		(85,658)		
6	ANNUALIZE DEPRECIATION-RESERVE ADJUSTMENT			1,127,517		(56,376)	(374,899)		719,447			
7	ANNUALIZE PROPERTY TAXES				2,379,077	(118,954)	(791,043)					
8	ANNUALIZE CUSTOMER AWARENESS CAMPAIGN EXPENSES		(180,932)			9,047	60,160					(22,616)
9	ANNUALIZE HEALTH CARE EXPENSES		(108,582)			5,429	36,104					(13,573)
10	OTHER POST-EMPLOYEE BENEFITS (OPEB)		(5,523)			276	1,838				3,410	(690)
11	ANNUALIZE INSURANCE EXPENSE		(34,630)			1,732	11,514					(4,329)
12	TAX EFFECT OF ANNUALIZED INTEREST					986	6,556					
13	PENSION - CURRENT EXPENSE		(11,213)			561	3,728					(1,402)
14	WNA AMORTIZATION			327,186		(16,359)	(108,789)					
15	ANNUALIZED REVENUE INCREASE (Order No. 2016-704) & (Order No. 2017-623)	8,776,083			45,837	436,512	2,902,807					
	TOTAL ADJUSTMENTS	8,776,083	3,045,440	1,440,011	2,662,559	82,389	547,890	(710,790)	291,274	(85,658)	3,410	380,680

SUPPLEMENTAL
SCHEDULE
TO EXHIBIT A

SOUTH CAROLINA ELECTRIC AND GAS COMPANY
GAS ANNUALIZED INTEREST EXPENSE
12 MONTHS ENDED
September, 2017

RATE BASE		\$597,427,380
LONG-TERM DEBT RATIO		<u>0.4782</u>
		\$285,689,773
AVERAGE COST OF DEBT		<u>0.0586</u>
ANNUALIZED INTEREST		\$16,741,421
TAX BOOK INTEREST		\$21,703,902
INTEREST ADJUSTMENT		<u>(\$4,962,481)</u>
ADJUSTMENT TO INCOME TAXES:		
STATE INCOME TAX	<u>\$248,124</u>	
FEDERAL INCOME TAX	<u>\$1,650,025</u>	
TOTAL INCOME TAX EFFECT		<u>\$1,898,149</u>

SOUTH CAROLINA ELECTRIC & GAS COMPANY
RATE BASE DETAIL TOTAL GAS OPERATIONS
12 MONTHS ENDED
September, 2017

<u>NET DEFERRED DEBITS/CREDITS</u>	<u>PER BOOKS ADJ. FOR REGULATORY ORDERS</u>	<u>ACCOUNTING & PRO FORMA ADJUSTMENTS</u>	<u>TOTAL AS ADJUSTED</u>
	\$	\$	\$
ENVIRONMENTAL	9,174,769	0	9,174,769
PENSION DEFERRAL	5,924,590	0	5,924,590
FSB 106 RATE BASE REDUCTION	(15,526,750)	3,410	(15,523,340)
TOTAL	(427,391)	3,410	(423,980)
 <u>MATERIALS & SUPPLIES</u>			
NATURAL GAS STORAGE	18,723,584	0	18,723,584
OTHER M&S	2,441,645	0	2,441,645
TOTAL	21,165,230	0	21,165,230
 <u>WORKING CAPITAL</u>			
WORKING CASH	8,891,879	380,680	9,272,559
PREPAYMENTS	11,959,669	0	11,959,669
CUSTOMER DEPOSITS	(8,228,578)	0	(8,228,578)
AVERAGE TAX ACCRUALS	(13,150,350)	0	(13,150,350)
INJURIES & DAMAGES	(1,166,073)	0	(1,166,073)
TOTAL WORKING CAPITAL	(1,693,452)	380,680	(1,312,772)

EXHIBIT B

SOUTH CAROLINA ELECTRIC & GAS COMPANY
WEIGHTED COST OF CAPITAL

	AMOUNT PER BOOKS Sep-17 (COL 1)	CAPITALIZATION RATIO (COL 2) %	COST OF DEBT RETURN ON EQUITY (COL 3) %	WEIGHTED COST OF CAPITAL (COL 4) %
LONG-TERM DEBT	4,928,770,000	47.82%	5.86%	2.80%
PREFERRED STOCK	100,000	0.00%	0.00%	0.00%
COMMON EQUITY	5,377,832,362	52.18%	10.75%	5.61%
TOTAL	10,306,702,362	100.00%		8.41%

**SOUTH CAROLINA ELECTRIC AND GAS COMPANY
EARNINGS PER SHARE**

Earnings per share are calculated based on average shares outstanding of Parent Company, SCANA Corporation and Companies, and represent South Carolina Electric & Gas Company's contribution to the Parent's overall earnings.

TWELVE MONTHS ENDED SEPTEMBER 30, 2017

NET INCOME AFTER DIV. OF PREF. STOCK	\$359,499,330
EARNINGS PER SHARE	\$2.52
AVG. NUMBER OF SHARES OUTSTANDING	142,916,917

**SOUTH CAROLINA ELECTRIC & GAS COMPANY
RATIO OF EARNINGS TO FIXED CHARGES ¹
TWELVE MONTHS ENDED SEPTEMBER 30, 2017**

<u>LINE NO.</u>		<u>\$000's</u>
1	EARNINGS	
2	Net Income	526,574
3	Losses from Equity Investees	4,277
4	Total Fixed Charges, As Below	<u>291,811</u>
5	TOTAL EARNINGS	<u>822,662</u>
6	FIXED CHARGES	
7	Interest on Long-Term Debt	270,444
8	Other Interest	14,552
9	Amort. Of Debt Prem. - Discount & Exp. (Net)	2,920
10	Rental Int. Portion	3,895
11	Distribution on Trust Preferred	<u>-</u>
12	TOTAL FIXED CHARGES	291,811
13	Pre-tax earnings required to pay Preference Security Dividend	<u>-</u>
14	Total Fixed Charges and Preference Security Dividend	<u>291,811</u>
15	RATIO OF EARNINGS TO FIXED CHARGES	2.82
16	¹ - SEC COVERAGE	