

# GAAP-Adjusted Weather-Normalized Earnings per Share

The table below calculates GAAP-Adjusted Weather-Normalized EPS  
By Company for the Quarter period:

## Earnings Per Share By Company:

(Unaudited)	Quarter Ended March 31,									
	2017					2016				
	SCE&G	PSNC Energy	SCANA Energy	Corporate and Others	Total	SCE&G	PSNC Energy	SCANA Energy	Corporate and Others	Total
<b>GAAP EPS</b>	\$0.78	\$0.30	\$0.11	\$0.00	\$1.19	\$0.81	\$0.25	\$0.17	\$0.00	\$1.23
<b>Remove Abnormal weather on electric margins (pre-tax)</b>	0.34	-	-	-	0.34	0.07	-	-	-	0.07
<b>Less tax effect</b>	(0.10)	-	-	-	(0.10)	(0.02)	-	-	-	(0.02)
<b>GAAP-Adjusted, Weather- Normalized EPS</b>	\$1.02	\$0.30	\$0.11	\$0.00	\$1.43	\$0.86	\$0.25	\$0.17	\$0.00	\$1.28

**Note:** SCE&G's earnings are adjusted in determining the GAAP-Adjusted Weather-Normalized EPS measurement to exclude the impact of abnormal weather in its electric business. Earnings from SCE&G's gas business and PSNC are not adjusted in determining GAAP-Adjusted Weather-Normalized EPS as those businesses have regulatory mechanisms in place designed to weather normalize margins. SCANA Energy's earnings are not adjusted in determining the GAAP-Adjusted Weather-Normalized EPS measurement as the impact of abnormal weather is generally insignificant on an annual basis.

# 2016 GAAP-Adjusted Weather-Normalized Earnings per Share

The table below calculates SCANA's GAAP-Adjusted Weather-Normalized EPS for the period:

		<b>Year Ended December 31, 2016</b>
<b>GAAP EPS</b>		\$ 4.16
SCE&G:	Electric – Weather	(0.28)
SCE&G:	Tax Effect – Weather	0.09
<b>GAAP-Adjusted Weather-Normalized EPS</b>		<u>\$ 3.97</u>

# Long-Term Growth Rate - Reconciliation to GAAP

Based on 2016 GAAP earnings per share of \$4.16, the Company estimates its targeted average annual earnings per share growth rate range to be 2 to 4 percent over the next 3 to 5 years due to the impact of incremental electric margins attributable to abnormal weather in 2016. Due to the significance of weather to SCE&G's earnings and its unpredictability, the Company is not able to provide 2017 GAAP earnings guidance.

For 2017, the Company estimates that GAAP-Adjusted Weather-Normalized earnings per share will be \$4.15 to \$4.35, with an internal target of \$4.25 per share.

In addition to the GAAP basis long-term growth rate guidance above, the Company estimates its targeted average annual growth rate for GAAP-Adjusted Weather-Normalized earnings per share to be 4 to 6 percent over the next 3 to 5 years based on 2016 GAAP-Adjusted Weather-Normalized earnings per share of \$3.97. 2016 GAAP-Adjusted Weather-Normalized earnings per share reflect downward adjustments of 28 cents per share pre-tax and a tax effect of 9 cents per share for a net of tax 19 cents per share to normalize weather in the electric business.