

COUNTY COUNCIL OF BEAUFORT COUNTY
ADMINISTRATION BUILDING
BEAUFORT COUNTY GOVERNMENT ROBERT SMALLS COMPLEX
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AGENDA
GOVERNMENTAL COMMITTEE
(Includes Public Safety Division)

Monday, April 2, 2018

4:00 p.m.

Executive Conference Room, Administration Building
Beaufort County Government Robert Smalls Complex
100 Ribaut Road, Beaufort

Governmental Committee Members:

Gerald Dawson, Chairman
Steve Fobes, Vice Chairman
Mike Covert
Brian Flewelling
York Glover
Jerry Stewart
Roberts "Tabor" Vaux

Staff Support:

Phil Foot, Assistant County Administrator
Public Safety

1. CALL TO ORDER – **4:00 P.M**
2. UPDATE / DOMINION ENERGY AND SCANA MERGER
3. UPDATE / HUNTING ISLAND / ST. PHILLIP ISLAND PARKS
4. DISCUSSION / LEGISLATIVE UPDATES
5. CONSIDERATION OF REAPPOINTMENTS AND APPOINTMENTS
A. Construction Adjustments and Appeals Board
6. ADJOURNMENT

ADD-ONS

The document(s) herein were provided to Council for information and/or discussion after release of the official agenda and backup items.

Topic:	Dominion Energy Proposed Merger With SCANA
Date Submitted:	April 2, 2018
Submitted By:	Kristen Beckham
Venue:	Governmental Committee

Dominion Energy, Inc.

Dominion Energy proposed merger with SCANA



**Dominion
Energy®**



Topic: Dominion Energy Proposed Merger With SCANA
Date Submitted: April 2, 2018
Submitted By: Kristen Beckham
Venue: Governmental Committee

Forward-looking statements

This presentation contains statements that constitute forward-looking statements within the meaning of the U.S. Private Securities Litigation Reform Act of 1995. The statements relate to, among other things, expectations, estimates and projections. We have used the words "anticipate," "believe," "could," "estimate," "expect," "intend," "may," "plan," "outlook," "predict," "project," "should," "strategy," "target," "will," "would," "potential" and similar terms and phrases to identify forward-looking statements in this release. Factors that could cause actual results to differ include, but are not limited to: the expected timing and likelihood of completion of the proposed combination of SCANA with Dominion Energy, including the ability to obtain the requisite approval of SCANA's shareholders; the risk that Dominion Energy or SCANA may be unable to obtain necessary regulatory approvals for the transaction or required regulatory approvals may delay the transaction or cause the parties to abandon the transaction; the risk that conditions to the closing of the transaction may not be satisfied; or the risk that an unsolicited offer for the assets or capital stock of SCANA may interfere with the transaction. Other risk factors for Dominion Energy's and SCANA's businesses are detailed from time to time in Dominion Energy's and SCANA's quarterly reports on Form 10-Q or most recent annual report on Form 10-K filed with the Securities and Exchange Commission (SEC).



Additional Information

In connection with the proposed transaction, Dominion Energy will file a registration statement on Form S-4, which will include a document that serves as a prospectus of Dominion Energy and a proxy statement of SCANA (the “proxy statement/prospectus”), and each party will file other documents regarding the proposed transaction with the SEC. INVESTORS AND SECURITY HOLDERS ARE URGED TO READ THE PROXY STATEMENT/PROSPECTUS AND OTHER RELEVANT DOCUMENTS FILED WITH THE SEC, WHEN THEY BECOME AVAILABLE, BECAUSE THEY WILL CONTAIN IMPORTANT INFORMATION. A definitive proxy statement/prospectus will be sent to SCANA’s shareholders. Investors and security holders will be able to obtain the registration statement and the proxy statement/prospectus free of charge from the SEC’s website (<http://www.sec.gov>) or from Dominion Energy or SCANA. The documents filed by Dominion Energy with the SEC may be obtained free of charge by directing a request to Dominion Energy, Inc., 120 Tredegar Street, Richmond, Virginia 23219, Attention: Corporate Secretary, Corporate.Secretary@dominionenergy.com, and the documents filed by SCANA with the SEC may be obtained free of charge to SCANA Corporation, 220 Operation Way, Mail Code D133, Cayce, South Carolina 29033, Attention: Office of the Corporate Secretary, BoardInformation@scana.com.

Participants in the Solicitation

Dominion Energy and SCANA and their respective directors and executive officers and other members of management and employees may be deemed to be participants in the solicitation of proxies in respect of the proposed transaction. Information about Dominion Energy’s directors and executive officers is available in Dominion Energy’s Annual Report on Form 10-K for the fiscal year ended December 31, 2016, in its proxy statement dated March 20, 2017, for its 2017 Annual Meeting of Shareholders, and certain of its Current Reports on Form 8-K. Information about SCANA’s directors and executive officers is available in SCANA’s Annual Report on Form 10-K for the fiscal year ended December 31, 2016, in its proxy statement dated March 24, 2017, for its 2017 Annual Meeting of Shareholders and certain of its Current Reports on Form 8-K. Other information regarding the participants in the proxy solicitation and a description of their direct and indirect interests, by security holdings or otherwise, will be contained in the proxy statement/prospectus and other relevant materials to be filed with the SEC regarding the transaction when they become available. Investors should read the proxy statement/prospectus carefully when it becomes available before making any voting or investment decisions. You may obtain free copies of these documents from Dominion Energy or SCANA as indicated above.



Dominion Energy

Our core values



Safety



Ethics



Excellence



**One
Dominion
Energy**

Dominion Energy

Who we are

Dominion Energy (NYSE:D), headquartered in Richmond, VA, is one of the **nation's largest producers and transporters of energy.**

Our company is built on a proud legacy of public service, innovation and community involvement. In addition to our core energy production, transportation and storage businesses, we invest in the communities where we live and work by practicing responsible environmental stewardship wherever we operate.



Our mission

- Serve our customers safely, efficiently & reliably
- Strengthen our communities
- Minimize environmental impacts
- Reward our shareholders
- Live our values

Dominion Energy

Who we are

Environmental Highlights

- ✓ **\$3.7 Billion** - Environmental spending to safeguard public health and reduce emissions since 2000
- ✓ **43%** - Reductions in carbon emission intensities for Dominion Energy generating stations since 2000
- ✓ **4.4 Billion Cubic Feet** - Methane saved through voluntary reduction programs
- ✓ **Doubled** production of electricity from **renewable energy** from 2010-2016, with **2,700MW of solar** currently in operation or under development nationally
- ✓ **262** - projects in **10 states** where employees participated to clean up riverfronts, improve trails, and fix parks in 2016

Social Highlights

- ✓ **#1** - "Best for Vets" Award, Energy Sector, MILITARY TIMES Magazine
- ✓ **#2** – "Most Admired Companies", Utilities Sector, FORTUNE Magazine
- ✓ "Just 100" list - America's Best Corporate Citizens in 2016, FORBES Magazine
- ✓ **\$27 million** in charitable giving in 2016
- ✓ **\$13 million** - Low-income fuel assistance in 2016
- ✓ **101,000 hours** - Employee volunteer community service in 2016

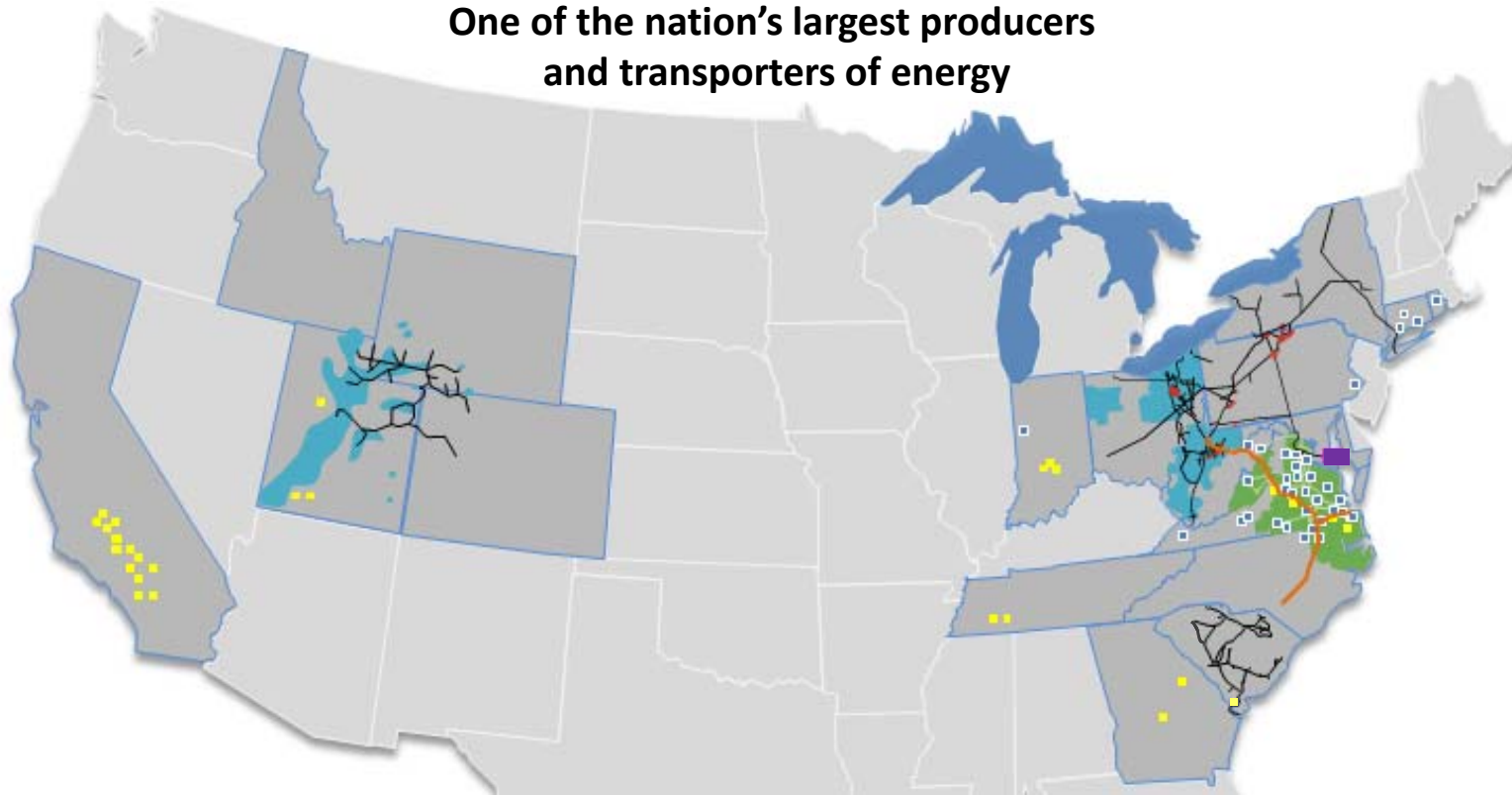


20% of new hires are military veterans¹

Dominion Energy

Power and Natural Gas Infrastructure

One of the nation's largest producers
and transporters of energy



- 26,200 MW of electric generation
- (includes ~765 MW of solar generation in-service)
- 6,600 miles of electric transmission lines
- 2.6 million electric customers in VA and NC
- 2.3 million natural gas customers in 5 states

- Atlantic Coast Pipeline (subject to regulatory approval)
- 14,800 miles of natural gas transmission, gathering and storage pipeline
- 1 trillion cubic feet of natural gas storage operated
- Dominion Energy Cove Point LNG Facility
- 1.4 million non-regulated retail customers in 17 states (not shown)

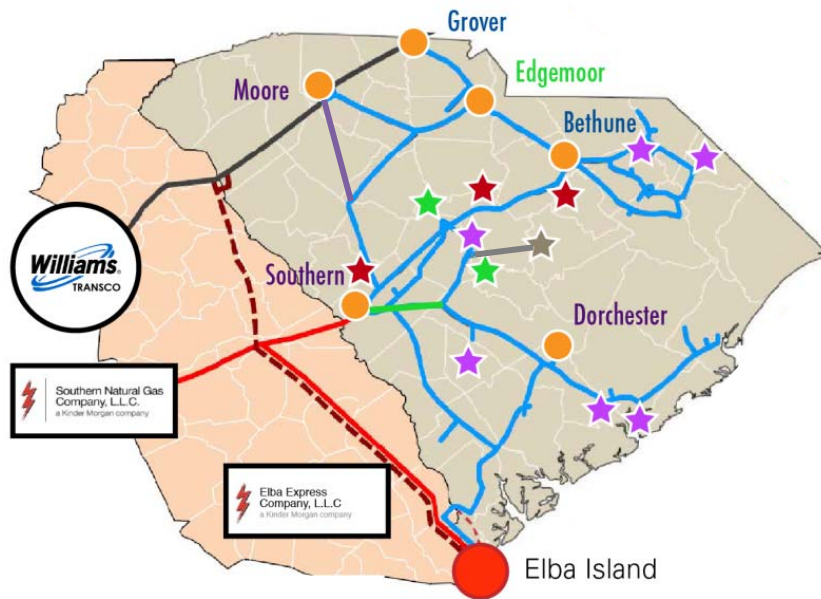
Dominion Energy

Existing South Carolina operations

Dominion Energy Carolina Gas Transmission (DECGT)

1500
MILES OF
pipeline with facilities in

32
counties



Solar footprint in South Carolina

71 MW
in Jasper County

Solvay purchased renewable
energy credits (RECs)

10 MW
in Ridgeland

SCE&G contracted for power
& retained RECs



DECGT invests in significant growth projects to improve regional service each year:

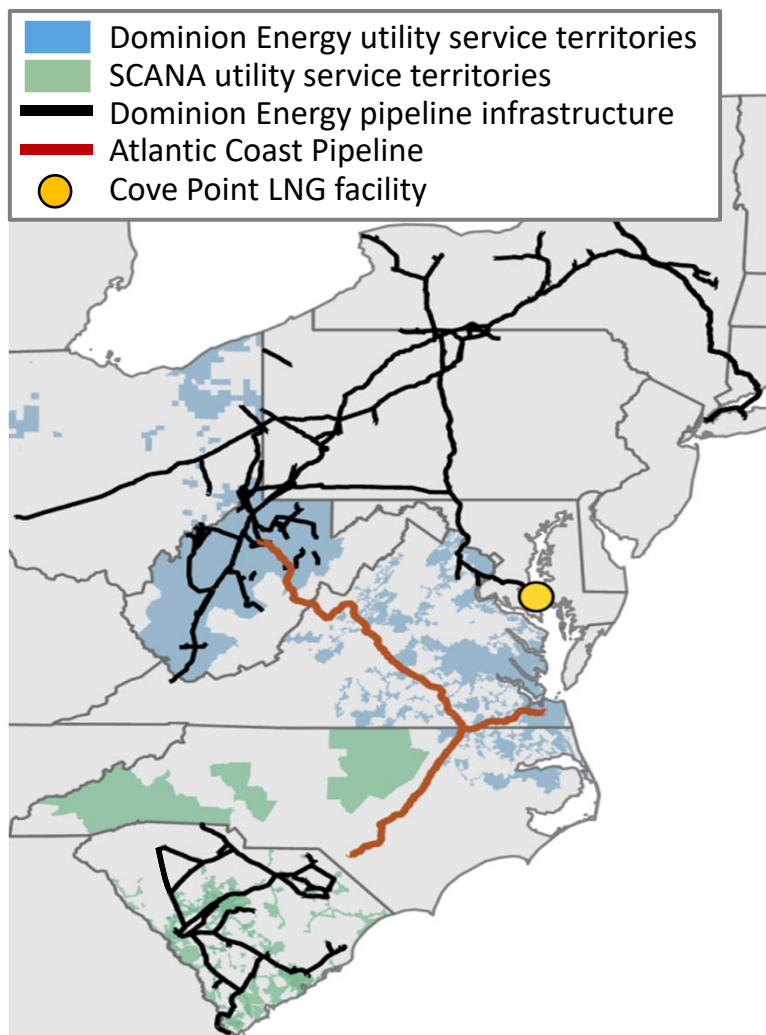


Dominion has invested \$750M+ in South Carolina through DECGT and renewable projects

Dominion Energy & SCANA

Access to greater resources through larger combined company

Combined southeastern territory



Key statistics



Pro-Forma

Regulated electric customers (M)	2.6	0.7	3.3
Regulated gas customers (M)	2.3	0.9	3.2
Generation capacity (GW) ¹	26	6	32
Market cap (\$B) ²	\$52	\$8	\$60
Enterprise value (\$B) ²	\$91	\$15	\$105

Combination will leverage Dominion's financial strength for the benefit of South Carolina customers

¹ Inclusive of announced acquisition of 540 MW DCGT supplementing NND abandonment

² Inclusive of offer premium, as of last close prior to announcement (1/2/2018)

Dominion Energy & SCANA

Dominion's proposal provides the best outcome for SCANA customers



Dominion's proposal

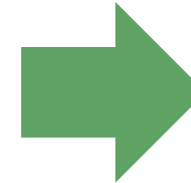
- ✓ **\$1.3B** cash to customers at close
 - **\$1,000**/residential customer on average
- ✓ **7%** immediate reduction in bills¹
- ✓ NND removed from bills in 20 years
- ✓ **\$1.7B** assets funded by shareholders and never put in rates
- ✓ Replacement gas fired power plant with no capital cost to customers (**\$180M**)

Dominion Energy & SCANA

Dominion's proposal benefits all stakeholders

Cash Up-front

- ✓ **\$1.3B** cash to customers within 90 days of close
- ✓ Spread among all customer classes according to 2016 revised peak allocation
- ✓ **\$1,000**/average residential customer



Offset amounts paid by customers for NND to date

Lower Rates

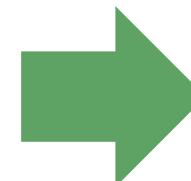
- ✓ Reduction in typical monthly bill by at least **7%** (or **\$10/month**) within 90 days of close¹
- ✓ Write-off **\$1.7B** of capital that would have otherwise increased rates
- ✓ Replacement power to customers free of any capital cost (**\$180M**)
- ✓ **\$12.2B** in total benefits to South Carolina vs. 100% capital recovery with 60 year amortization



Reduces ongoing customer electric bills

Community Benefits

- ✓ Protects employees until 2020
- ✓ Increases charitable contributions by \$1M a year for at least 5 years
- ✓ Dominion's offer price provides investors reassurance on health of utility for the future



Increased community benefits and charitable contributions

Dominion Energy & SCANA

Immediate cash payments by customer class

Residential

- ✓ Total: **\$628M**
 - ✓ **\$1,000** per average residential customer
-

Industrials

- ✓ Total: **\$299M**
 - ✓ As much as **\$22.2M** for certain customers
-

State agencies¹

- ✓ Total: **\$36.6M**
 - ✓ As much as **\$9.8M** for certain agencies
-

Municipalities¹

- ✓ Total: **~\$22.6M**
-

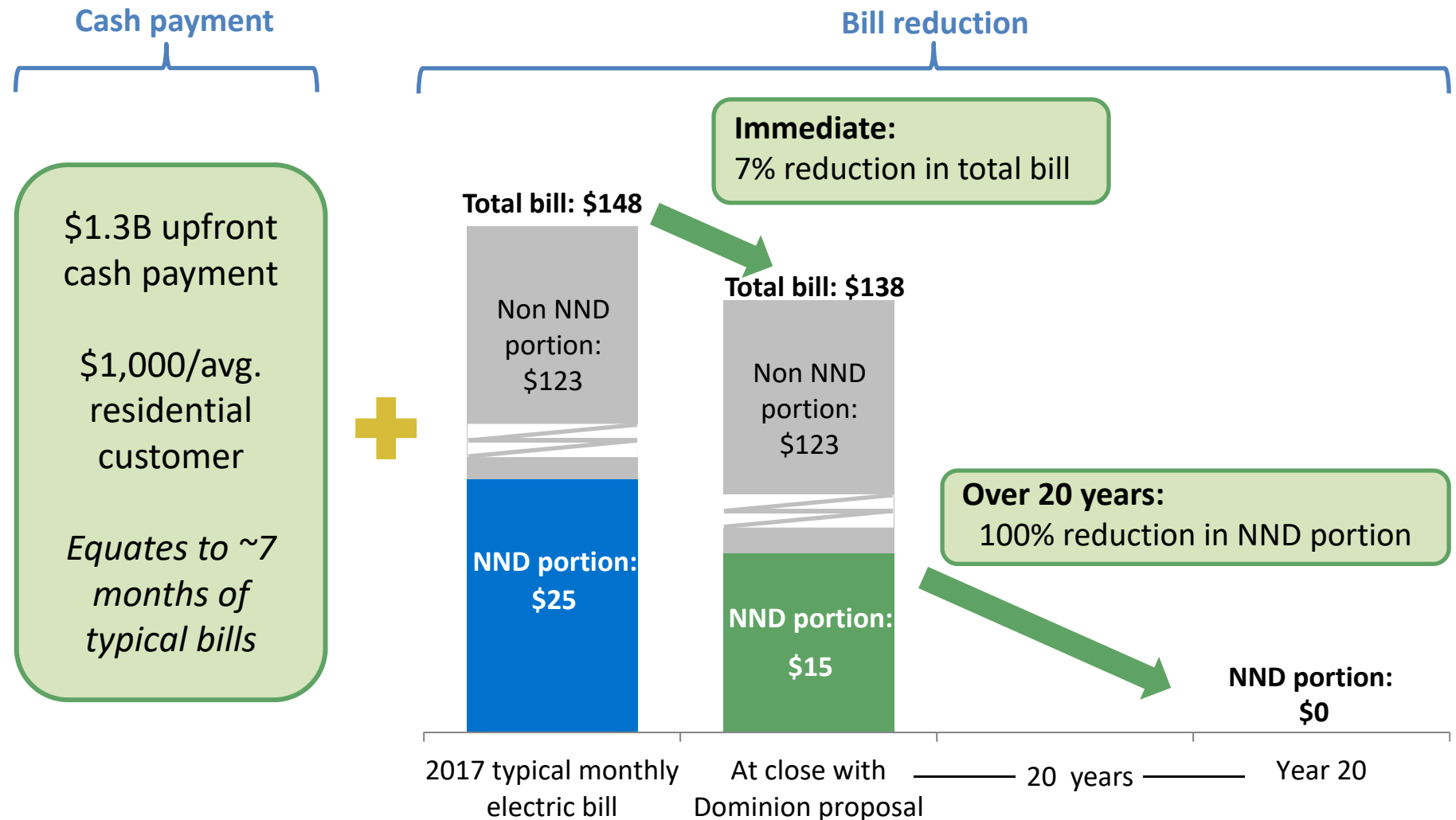
Churches¹

- ✓ Total: **\$2.6M**
 - ✓ As much as **\$197,000** for certain churches
-

Dominion Energy & SCANA

Reduction in customer bills (\$/month)

Illustrative NND rates decline under Dominion Energy proposal



Topic:	Update - Hunting Island State Park / St. Phillips Island
Date Submitted:	April 2, 2018
Submitted By:	J.W. Weatherford
Venue:	Governmental Committee

Hunting Island State Park



Topic: Update - Hunting Island State Park / St. Phillips Island
Date Submitted: April 2, 2018
Submitted By: J.W. Weatherford
Venue: Governmental Committee



- *Storm Recovery*

- *Beach re-nourishment*

- *St Phillips Island*

- *Our Future*

HUNTING ISLAND
STATE SC PARK

Storm Recovery

2015

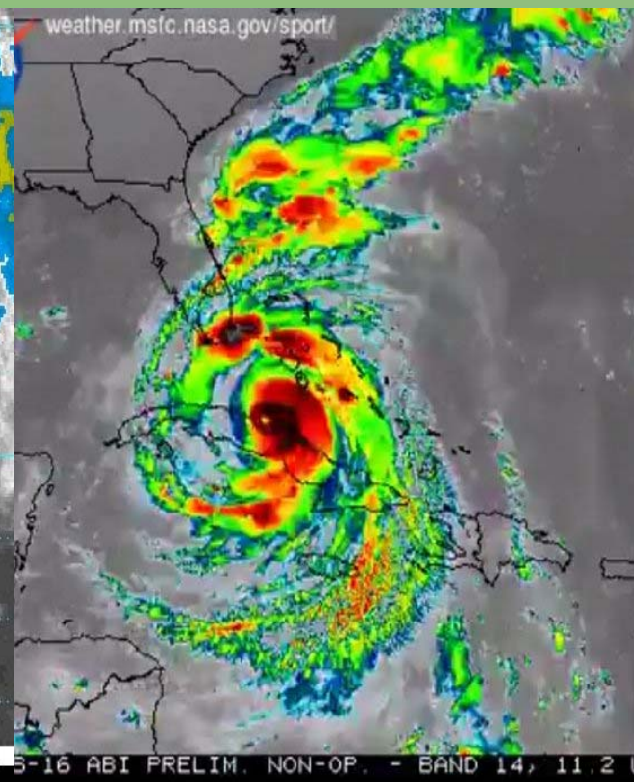
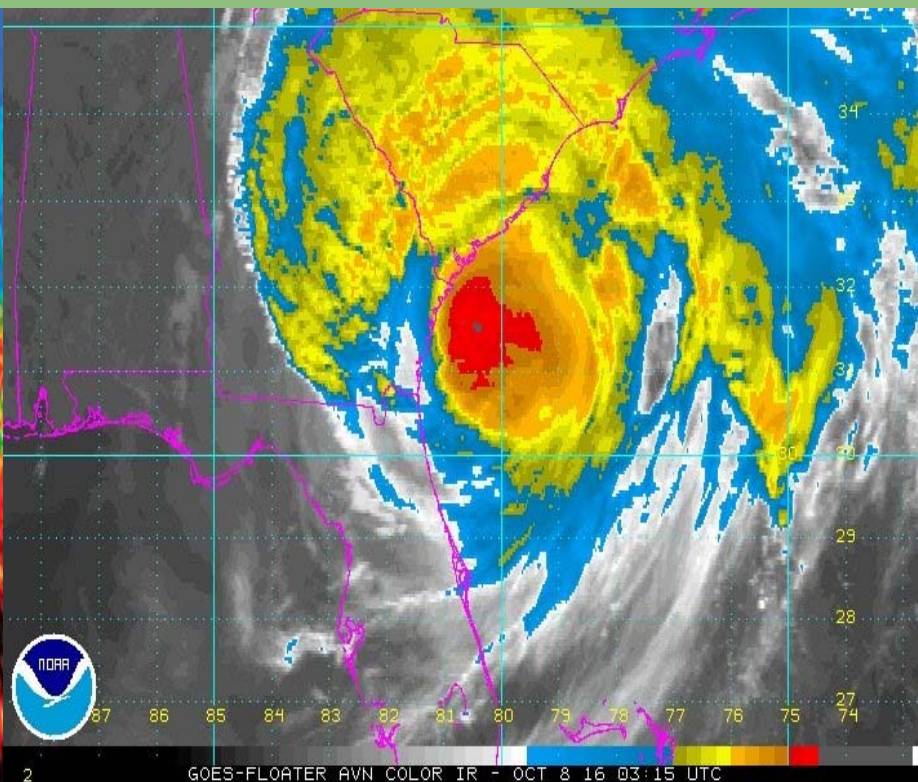
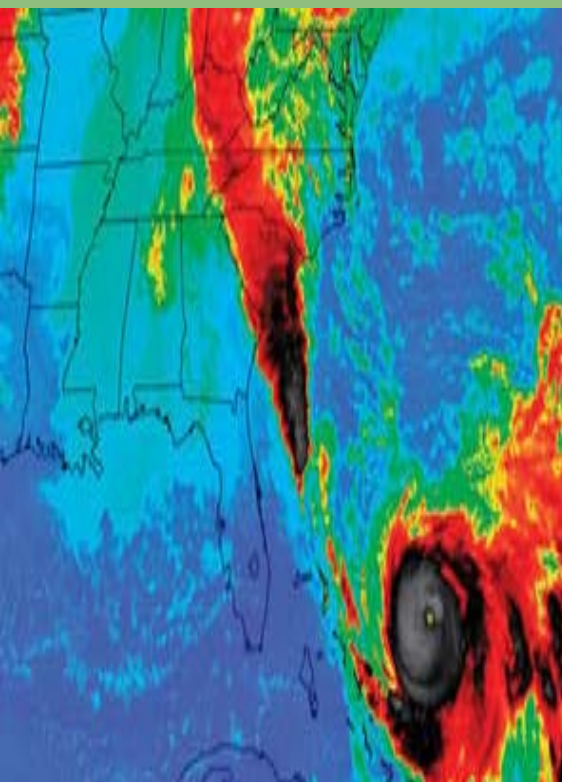
2016

2017

Rain

Wind

Water



Nature Center

- *Pier -
Matthew*
- *Wildlife
Viewing pond -
both*
- *Served as park
head quarters
and customer
contact during
both storms -
Director Award*



Marsh Boardwalk Trail



- *1/4 Mile trail to a hammock island with the best view for sunsets in the county*
- *Boardwalk to island - Matthew*
- *Boardwalk to the bulk head - Irma*



South Beach

- Matthew Restroom
Trees
Dunes

- Irma Road
Parking
Bays
Drain Ditch



Visitor Center & Trails



Campground

- *Park Store Flooded - new floors, displays, slatwall - Matthew & Irma*
- *Beach Campground - Matthew & Irma*

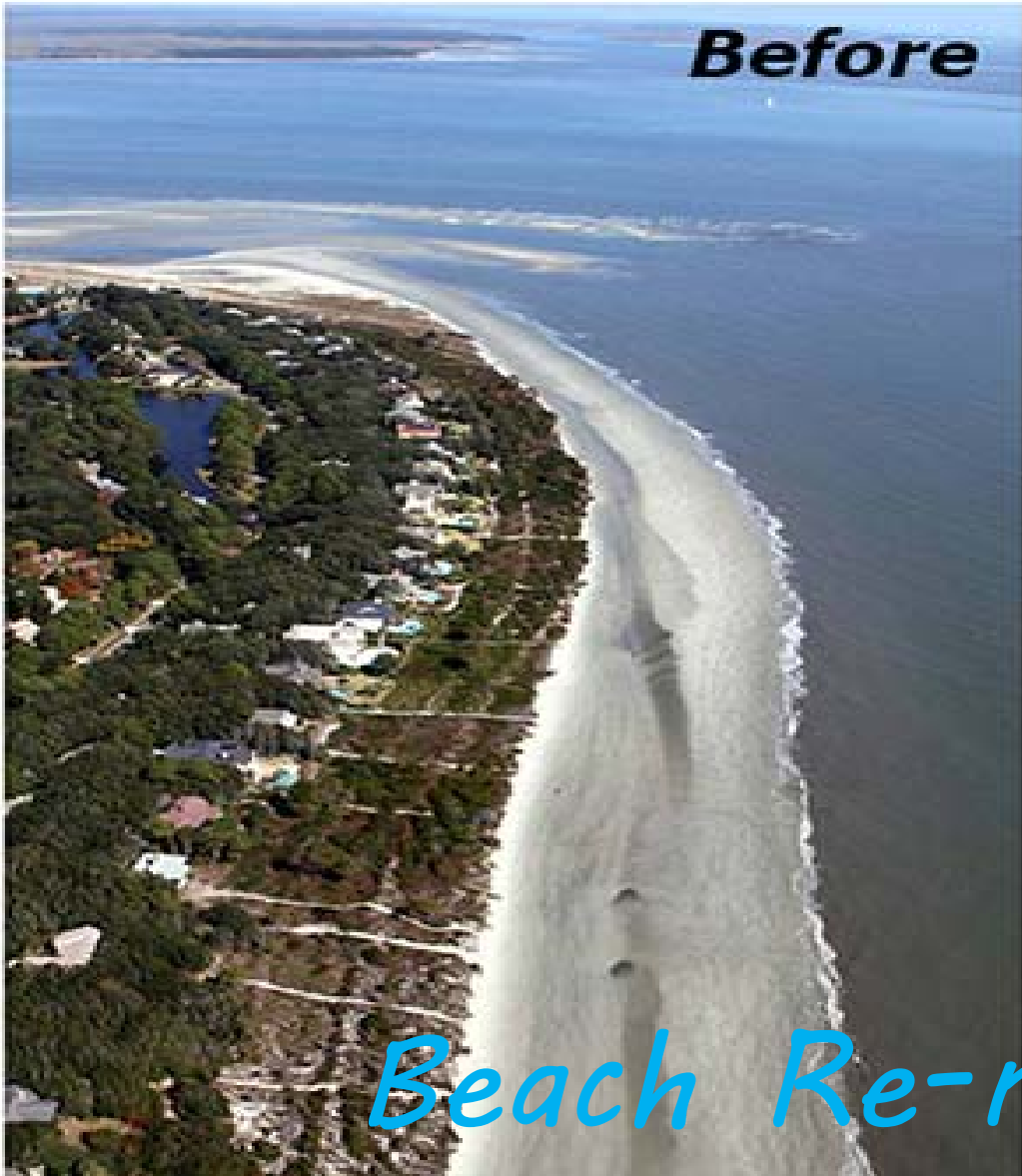




Before

After

Beach Re-nourishment





St Phillips Island

Looking toward the future



The road to success is always under construction - Arnold Palmer

Short term



- *Managing the new normal*
- *Beach re-nourishment*
- *Create a general park plan*
- *Provide access to the resource*
 - *Re-servable Day campsites 2018!*
 - *St Phillips Island Tour in 2018!*



Long-term future

What is a park's capacity

Infrastructure

Master park plan

Relevancy with Millennials

Thank you!

