

**2013 to 2017 Recast GAAP  
Financial Information for the  
Adoption of ASU 2017-07:  
Presentation of Net Periodic  
Pension and Postretirement  
Benefit Cost**

April 26, 2018



# Description

Reflects quarterly GAAP financial adjustments for the adoption of ASU 2017-07. The new accounting standard is effective January 1, 2018 and requires all components of annual periodic pension and postretirement costs, other than service costs, to be presented below *Operating Income*. Accordingly, mark to market adjustments, interest cost and expected return on plan asset components are now included in *Other Income (Expense)*. For comparative purposes, we have recast our historical GAAP financial information for 2013 to 2017. The adoption of this standard has no impact on EPS in any period presented herein.

## 2013 to 2017 Recast GAAP Financial Information for the Adoption of ASU 2017-07

	2013					2014					2015				
	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD
<b>Operating Income - As Previously Reported</b>	\$ 56.3	\$ 73.1	\$ 55.5	\$ 58.1	\$ 243.0	\$ 56.0	\$ 49.3	\$ 57.9	\$ (12.6)	\$ 150.6	\$ 70.3	\$ 78.7	\$ 74.3	\$ 34.3	\$ 257.6
<b>Pension and Postretirement Adjustments:</b>															
Interest Cost	6.1	6.1	6.1	6.2	24.5	6.4	6.4	6.4	6.4	25.6	5.5	5.5	5.5	5.4	21.9
Expected Return on Plan Assets	(9.3)	(9.3)	(9.3)	(9.5)	(37.4)	(8.1)	(8.1)	(8.0)	(8.0)	(32.2)	(8.2)	(8.2)	(8.2)	(8.1)	(32.7)
Mark to Market Adjustment	-	-	-	(44.0)	(44.0)	-	-	-	56.5	56.5	-	-	-	11.6	11.6
<b>Operating Income - Recasted for ASU 2017-07</b>	<b>\$ 53.1</b>	<b>\$ 69.9</b>	<b>\$ 52.3</b>	<b>\$ 10.8</b>	<b>\$ 186.1</b>	<b>\$ 54.3</b>	<b>\$ 47.6</b>	<b>\$ 56.3</b>	<b>\$ 42.3</b>	<b>\$ 200.5</b>	<b>\$ 67.6</b>	<b>\$ 76.0</b>	<b>\$ 71.6</b>	<b>\$ 43.2</b>	<b>\$ 258.4</b>
<b>Other Income (Expense), net - As Previously Reported</b>	\$ 1.5	\$ (1.3)	\$ (1.5)	\$ -	\$ (1.3)	\$ (0.7)	\$ (0.4)	\$ (1.6)	\$ (1.4)	\$ (4.1)	\$ (0.6)	\$ (1.2)	\$ (1.7)	\$ 0.3	\$ (3.2)
<b>Pension and Postretirement Adjustments:</b>															
Interest Cost	(6.1)	(6.1)	(6.1)	(6.2)	(24.5)	(6.4)	(6.4)	(6.4)	(6.4)	(25.6)	(5.5)	(5.5)	(5.5)	(5.4)	(21.9)
Expected Return on Plan Assets	9.3	9.3	9.3	9.5	37.4	8.1	8.1	8.0	8.0	32.2	8.2	8.2	8.2	8.1	32.7
Mark to Market Adjustment	-	-	-	44.0	44.0	-	-	-	(56.5)	(56.5)	-	-	-	(11.6)	(11.6)
<b>Other Income (Expense), net - Recasted for ASU 2017-07</b>	<b>\$ 4.7</b>	<b>\$ 1.9</b>	<b>\$ 1.7</b>	<b>\$ 47.3</b>	<b>\$ 55.6</b>	<b>\$ 1.0</b>	<b>\$ 1.3</b>	<b>\$ -</b>	<b>\$ (56.3)</b>	<b>\$ (54.0)</b>	<b>\$ 2.1</b>	<b>\$ 1.5</b>	<b>\$ 1.0</b>	<b>\$ (8.6)</b>	<b>\$ (4.0)</b>
	2016					2017									
	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD					
<b>Operating Income - As Previously Reported</b>	\$ 70.4	\$ 81.8	\$ 72.0	\$ 62.1	\$ 286.3	\$ 84.0	\$ 80.0	\$ 67.7	\$ 45.8	\$ 277.5					
<b>Pension and Postretirement Adjustments:</b>															
Interest Cost	5.3	5.3	5.3	5.3	21.2	4.9	4.9	4.9	5.0	19.7					
Expected Return on Plan Assets	(7.9)	(7.9)	(7.8)	(7.8)	(31.4)	(6.9)	(6.9)	(6.9)	(7.0)	(27.7)					
Mark to Market Adjustment	-	-	-	(8.4)	(8.4)	-	-	-	3.3	3.3					
<b>Operating Income - Recasted for ASU 2017-07</b>	<b>\$ 67.8</b>	<b>\$ 79.2</b>	<b>\$ 69.5</b>	<b>\$ 51.2</b>	<b>\$ 267.7</b>	<b>\$ 82.0</b>	<b>\$ 78.0</b>	<b>\$ 65.7</b>	<b>\$ 47.1</b>	<b>\$ 272.8</b>					
<b>Other Income (Expense), net - As Previously Reported</b>	\$ -	\$ 0.1	\$ (0.1)	\$ 0.4	\$ 0.4	\$ (1.1)	\$ (1.4)	\$ (0.7)	\$ (0.9)	\$ (4.1)					
<b>Pension and Postretirement Adjustments:</b>															
Interest Cost	(5.3)	(5.3)	(5.3)	(5.3)	(21.2)	(4.9)	(4.9)	(4.9)	(5.0)	(19.7)					
Expected Return on Plan Assets	7.9	7.9	7.8	7.8	31.4	6.9	6.9	6.9	7.0	27.7					
Mark to Market Adjustment	-	-	-	8.4	8.4	-	-	-	(3.3)	(3.3)					
<b>Other Income (Expense), net - Recasted for ASU 2017-07</b>	<b>\$ 2.6</b>	<b>\$ 2.7</b>	<b>\$ 2.4</b>	<b>\$ 11.3</b>	<b>\$ 19.0</b>	<b>\$ 0.9</b>	<b>\$ 0.6</b>	<b>\$ 1.3</b>	<b>\$ (2.2)</b>	<b>\$ 0.6</b>					