Exhibit to Agenda Item # 2

Provide the Board with the financial results from the six-month period ended June 30, 2021.

Board Finance & Audit Committee and Special SMUD Board of Directors Meeting Tuesday, August 17, 2021, scheduled to begin at 5:30 p.m.
Virtual Meeting (online)



June 2021 YTD Financial Highlights

\$50 million

"Net income"
Net position YTD
Favorable compared to

\$673
Million

Customer Revenue

\$15 million or 2.3% higher customer revenues than budgeted (favorable)

- Customer revenue over target due to higher usage and warmer weather
- · Offset by increased bad debt expense

\$268

Million

Commodity

\$12M or 4.6% higher commodity expenditures than budgeted (unfavorable)

- Purchased power higher due to reduced hydro generation available
- Non-cash revenue transfer from Hydro Rate Stabilization fund of \$19 million will offset increased summer purchased power costs from lack of hydro

\$240 Million

Other Operating Expenses

\$46M or 16.1% lower expenditures than budgeted (favorable)

- Administrative and general expenditures lower due to various general expenses
- Public Good was lower due to decreased research and development expenses.

\$110 Million

Non-cash Expenses

\$17M or 13.4% lower non-cash expenses than budgeted (favorable)

Accounting Governmental Accounting Standards Board required journal entries

\$5 million in other net expenses and revenues not included in the highlights above



June 2021 Energy Sources



Hydro generation was substantially lower than budget for June, and 77% lower than year-to-date.



Thermal plants generated nearly double the budget for June, and 34% more than budget year-to-date.



Net purchased power made up for the shortfall of hydro and thermal generation at 5% higher than budget, year-to-date.





