Exhibit to Agenda Item # 4

Provide the Board with the financial results from the five-month period ended May 31, 2021.

Board Finance & Audit Committee and Special SMUD Board of Directors Meeting Tuesday, July 13, 2021, scheduled to begin at 5:30 p.m.
Virtual Meeting (online)



May 2021 YTD Financial Highlights

\$10 million

"Net income"
Net position YTD
Favorable compared to

\$508 Million

Customer Revenue

\$14 million or 2.83% higher customer revenues than budgeted (favorable)

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

Commodity

\$208 Million \$1M or 0.5% higher commodity expenditures than budgeted (unfavorable)

- Purchased power higher due to reduced hydro generation available.
- Favorable outcome due to higher than planned gas sales in February
- Non-cash revenue transfer from Hydro Rate Stabilization fund of \$19 million will offset increased summer purchased power costs from lack of hydro

\$200 Million

Other Operating Expenses

\$21M or 9.5% 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

\$91 Million

Non-cash Expenses

\$14M or 13% lower non-cash expenses than budgeted (favorable)

• Accounting Governmental Accounting Standards Board required journal entries



^{* \$1} million in other net revenue and expenses not included in the highlights above

May 2021 Energy Sources



Hydro generation was substantially lower than budget for May and 78% lower than year-to-date.



Thermal plants generated double the budget for May and 25% more than budget year-to-date.



Net purchased power made up for the shortfall of hydro and thermal at 11% higher than budget year-to-date.





