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

**Customer Revenue**
- $508 Million
- $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

**Other Operating Expenses**
- $200 Million
- $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

**Non-cash Expenses**
- $91 Million
- $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

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$10 million

“Net income”

Net position YTD

Favorable compared to budget
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.