

Exhibit to Agenda Item #5

Provide the Board with the financial results from the two-month period ended February 28, 2022.

Board Finance & Audit Committee and Special SMUD Board of Directors Meeting
Tuesday, April 19, 2022, scheduled to begin at 5:30 p.m.

Virtual Meeting (online)

February 2022 - Financial Highlights

<p>(\$6) Million</p> <p>“Net Income (loss)” Net position YTD <i>Favorable compared to budget</i></p>	<p>\$199 Million</p> <p>Customer Revenue \$2M or 1.0% lower customer revenues than budgeted (unfavorable)</p> <ul style="list-style-type: none"> • \$13M reduction to commercial customer revenues related to overstatement of 2021 estimated unbilled revenues • Customer revenues are \$10M over target due to higher usage from our commercial customers in 2022 • \$75M Accounts Receivable delinquency balance with estimated uncollectible balance of \$69M
	<p>\$93 Million</p> <p>Commodity \$17M or 22.9% higher commodity expenditures than budgeted (unfavorable)</p> <ul style="list-style-type: none"> • Purchased power higher due to reduced hydro and thermal generation in February
	<p>\$81 Million</p> <p>Other Operating Expenses \$4M or 4.5% lower expenditures than budgeted (favorable)</p> <ul style="list-style-type: none"> • Customer expenses \$4.3M lower primarily due to lower customer collections labor with moving the Dunning process to start up in mid February • Transmission and Distribution expenses \$3.1M higher due to higher routine tree trimming expense
	<p>\$30 Million</p> <p>Non-cash Expenses \$14M or 31.8% lower non-cash expenses than budgeted (favorable)</p> <ul style="list-style-type: none"> • Accounting Governmental Accounting Standards Board required journal entries for pension

* There are \$1M other net expenses and revenues not included in the highlights above

Delinquency Assistance and Mitigation

- Pandemic economic impact on customers lead to most significant delinquencies in SMUD history
- Additional assistance from Sacramento Emergency Rental Assistance (SERA) and ongoing Low Income Home Energy Assistance Program (LIHEAP) assistance mitigate increases in delinquency

\$113.5 Million
November 30, 2021

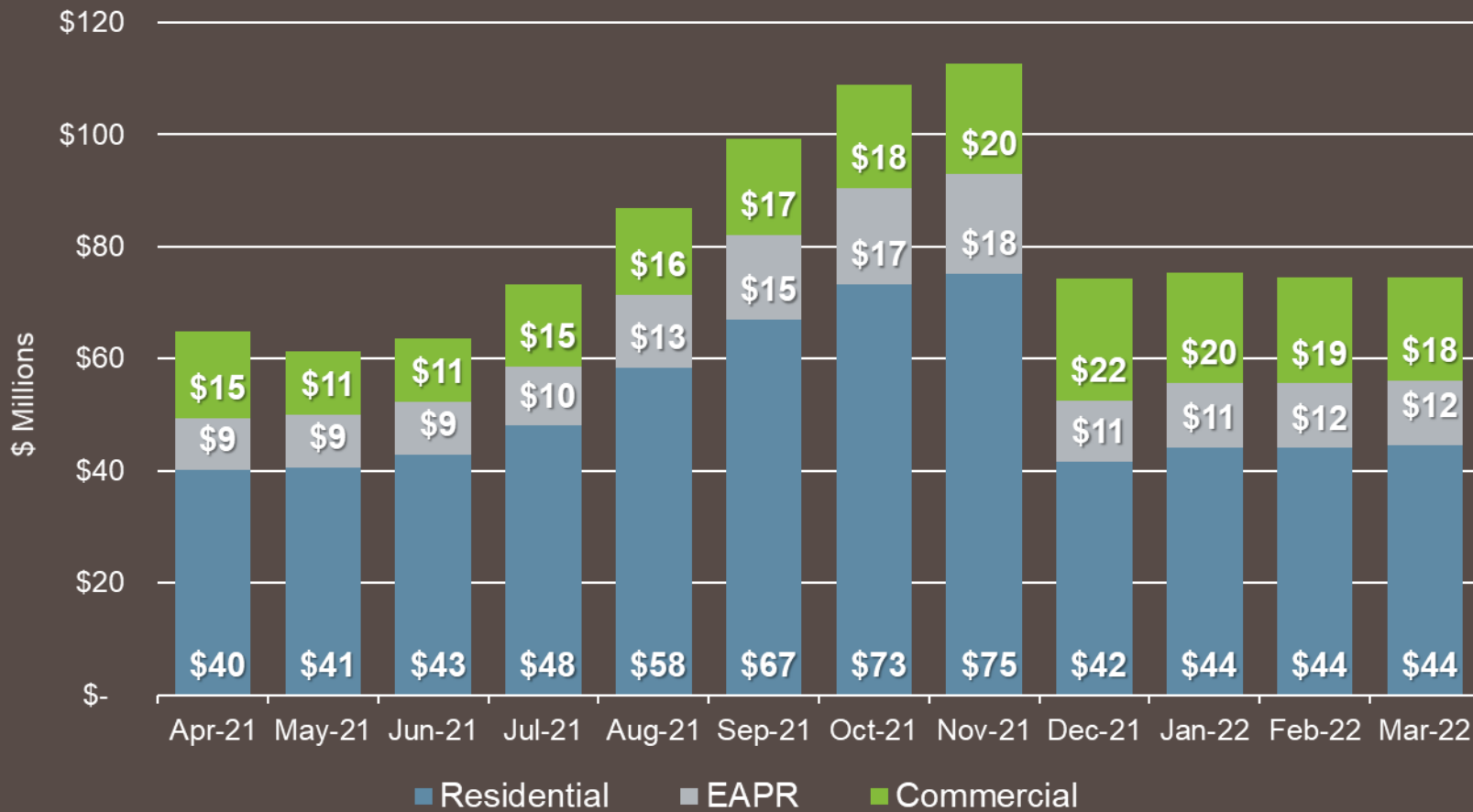
\$75.2 Million
December 31, 2021

California Arrearage Payment Program (CAPP) received \$41.3M in December 2021

- Collections restart began in February 2022
- Broad customer outreach campaigns notify customers of normal business and provides information for assistance
- Since 2020, we have received \$15.4M SERA and LIHEAP assistance

\$75.0 Million
March 31, 2022

Delinquency by Account Type



As of 3/31/2022

Delinquency Summary

as of 3/31/2022

	Delinquency (millions)	Number of Customers
Residential	\$44.4	146,510
Energy Assistance Program Rate (EAPR)	\$11.7	29,875
Commercial	\$18.3	11,695
All other (St. Lighting, Night Light, Agriculture)	\$0.6	1,267
Totals	\$75.0	189,347

February 2022 Energy Sources



Hydro generation was 83% lower than budget in February, and 78% lower than budget year-to-date.



Thermal plants generation 8% lower than budget for February, and 21% lower than budget year-to-date due to plant outages.



Net purchased power was 60% higher than budget for February, and 113% higher than budget year-to-date due to higher load and the shortfall of hydro & thermal.

