

EXECUTIVE SUMMARY

First Quarter 2026 Compared to First Quarter 2025

The financial results for the first quarter of 2026 showed an increase in income before transfers of \$36.7 million as compared to the same period last year.

Operating revenue increased \$150.7 million over the same period in 2025 primarily due to an increase in sales for resale revenues (\$69.0 million) resulting from higher fuel costs in the current year. Further increases were provided by higher industrial sales (\$32.7 million), higher retail sales (\$24.1 million), Cook regulatory asset revenues (\$21.0 million) and higher off-system sales (\$6.6 million).

Operating expense for the first quarter of 2026 increased \$110.4 million over the same period in 2025 primarily due to an increase in fuel and purchased power (\$94.5 million) resulting from higher loads along with winter weather events and unit outages leading to increased use of purchased power. Also contributing to the increase, was the amortization of the Cook settlement regulatory asset in the current year (\$10.9 million), higher administrative and general (\$5.4 million) due to higher technology services subscriptions and a receivable recorded in March 2025 for a FEMA reimbursement which lowered expense in the prior year, higher depreciation expense (\$4.8 million), and higher transmission expenses (\$3.8 million). These increases were offset by lower non-fuel generation (\$9.2 million) primarily due to lower expenses associated with Cross and Winyah outages due to differences in scope and timing of outages compared to last year and lower expenses due to an increase in reimbursable projects.

Interest expense increased \$13.6 million due primarily to the net effect of amortizing the Cook settlement regulatory asset in 2026 and the recording of credits from the Cook settlement regulatory asset in 2025 (\$7.5 million) and higher interest on long-term debt (\$5.4 million) resulting from the March 2025 A & C new money bond issues and the 2026 A & B new money bond issues in March 2026.

Other revenues increased \$10.0 million primarily due to higher nuclear equipment sales (\$11.8 million) offset slightly by higher CTBR expense (\$1.9 million).

Combined Statements of Net Position
As of March 31, 2026 and December 31, 2025
Millions of Dollars
Unaudited

	March 31, 2026	December 31, 2025
Current assets		
Unrestricted funds	\$482.9	\$439.5
Restricted funds	672.2	523.2
Fuel inventory	118.3	118.6
Other current assets	708.0	696.3
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Total current assets	1,981.4	1,777.6
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Noncurrent assets		
Total utility plant - net	6,144.2	6,035.5
Cost to be recovered	216.9	217.9
Regulatory assets-OPEB	144.9	144.9
Regulatory assets-nuclear	3,407.7	3,431.4
Regulatory assets - Cook Settlement Exceptions	475.2	488.4
Other noncurrent assets	322.7	319.8
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Total noncurrent assets	10,711.6	10,637.9
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Deferred outflows of resources	712.4	723.5
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Total assets & deferred outflows	\$13,405.4	\$13,139.0
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Current liabilities		
Current debt and interest	\$445.4	\$501.2
Other current liabilities	351.5	385.0
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Total current liabilities	796.9	886.2
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Noncurrent liabilities		
Net Pension liability	263.2	263.4
Net OPEB liability	174.0	181.3
Asset retirement obligation liability	486.0	490.0
Long-term debt-net	8,748.6	8,451.5
Other noncurrent liabilities	164.3	163.1
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Total noncurrent liabilities	9,836.1	9,549.3
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Deferred inflows of resources	499.9	515.4
Total net position	2,272.5	2,188.1
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Total liabilities & deferred inflows	\$13,405.4	\$13,139.0
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Combined Statements of Revenues, Expenses and Changes in Net Position

Millions of Dollars

Unaudited

	<i>Current Quarter Jan 1 - Mar 31</i>		<i>12 Months to Date Apr 1 - Mar 31</i>	
	<u>This Year</u>	<u>Last Year</u>	<u>This Year</u>	<u>Last Year</u>
Operating revenue	\$733.7	\$583.1	\$2,493.7	\$2,039.2
O&M expense	483.0	377.9	1,700.7	1,547.0
Depreciation & sums in lieu of taxes	75.7	70.3	296.1	276.4
Operating expense	558.7	448.2	1,996.8	1,823.4
Operating Income	175.0	134.9	496.9	215.8
Nonoperating revenues (expenses)				
Interest charges	(95.4)	(81.8)	(375.2)	(328.4)
Other revenues (expenses)	16.5	6.5	41.3	20.2
Total nonoperating revenues (expenses)	(78.9)	(75.3)	(333.9)	(308.2)
Income before transfers	96.1	\$59.6	\$163.0	(\$92.4)
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