



## **EXECUTIVE SUMMARY**

### **Second Quarter 2024 Compared to Second Quarter 2023**

The financial results for the second quarter of 2024 showed a decrease in income before transfers of \$700,000 as compared to the same period last year.

Operating revenue increased \$40.0 million over the same period in 2023 primarily due to higher demand usage (7%) and energy sales (7%). The impacts were largely due to higher cooling degree days (42%) resulting from warmer weather than prior year.

Operating expense for the second quarter of 2024 increased \$53.1 million over the same period in 2023 primarily due to lower credits to fuel & purchased power from the Cook exception regulatory asset credits in the current year as compared to prior year. Further increases were provided by higher fuel and purchased power due to higher kWh sales and a Rainey outage resulting in higher purchased power usage. Also contributing to the increase were higher: (i) non-fuel generation primarily from a planned Cross 4 outage and repetitive maintenance at the Cross and Winyah plants; (ii) transmission expense from increased outside transmission expense; and (iii) administrative and general from higher labor and contract services.

Interest expense decreased \$9.4 million over the prior year mainly from higher Cook settlement exception regulatory asset credits (\$6.4 million) and an adjustment to customer deposit interest expense in the current quarter.

Other revenues increased \$1.2 million primarily due to TEA gains.

Costs to be recovered (CTBR) expense decreased \$1.6 million over the same period in 2023 from higher CTBR depreciation in the current year.

**Combined Statements of Net Position**  
As of June 30, 2024 and December 31, 2023  
Millions of Dollars  
*Unaudited*

	June 30, 2024	December 31, 2023
<b>Current assets</b>		
Unrestricted funds	\$375.3	\$415.1
Restricted funds	206.1	300.5
Fuel inventory	183.5	178.5
Other current assets	493.8	410.2
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<b>Total current assets</b>	1,258.7	1,304.3
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<b>Noncurrent assets</b>		
Total utility plant - net	5,162.9	5,070.1
Cost to be recovered	213.1	213.5
Regulatory assets-OPEB	149.7	149.7
Regulatory assets-nuclear	3,604.1	3,638.9
Regulatory assets - Cook Settlement Exceptions	660.8	625.1
Other noncurrent assets	239.7	315.8
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<b>Total noncurrent assets</b>	10,030.3	10,013.1
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Deferred outflows of resources	764.6	829.3
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<b>Total assets &amp; deferred outflows</b>	\$12,053.6	\$12,146.7
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<b>Current liabilities</b>		
Current debt and interest	\$324.3	\$280.1
Other current liabilities	288.9	315.8
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<b>Total current liabilities</b>	613.2	595.9
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<b>Noncurrent liabilities</b>		
Net Pension liability	301.9	302.5
Net OPEB liability	150.0	150.0
Asset retirement obligation liability	511.7	558.8
Long-term debt-net	7,585.5	7,605.6
Other noncurrent liabilities	114.2	113.6
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<b>Total noncurrent liabilities</b>	8,663.3	8,730.5
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Deferred inflows of resources	556.0	569.9
Total net position	2,221.1	2,250.4
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<b>Total liabilities &amp; deferred inflows</b>	\$12,053.6	\$12,146.7
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**Combined Statements of Revenues, Expenses and Changes in Net Position**

Millions of Dollars

*Unaudited*

	<i>Current Quarter Apr 1 - Jun 30</i>		<i>12 Months to Date Jul 1 - Jun 30</i>	
	<u>This Year</u>	<u>Last Year</u>	<u>This Year</u>	<u>Last Year</u>
Operating revenue	\$460.5	\$420.5	\$1,910.1	\$1,872.8
O&M expense	352.6	299.5	1,274.5	1,331.8
Depreciation & sums in lieu of taxes	69.0	69.2	278.0	278.6
Operating expense	421.6	368.7	1,552.5	1,610.4
Operating Income	38.9	51.8	357.6	262.4
Nonoperating revenues (expenses)				
Interest charges	(75.2)	(84.6)	(300.8)	(319.4)
Other revenues (expenses)	12.7	11.5	34.6	22.1
Costs to be recovered	0.5	(1.1)	(6.6)	(2.7)
Total nonoperating revenues (expenses)	(62.0)	(74.2)	(272.8)	(300.0)
Income before transfers	<b>(\$23.1)</b>	<b>(\$22.4)</b>	<b>\$84.8</b>	<b>(\$37.6)</b>

**Combined Statements of Revenues, Expenses and Changes in Net Position**

Millions of Dollars

*Unaudited*

*Current Quarter  
Apr 1 - Jun 30*

	<u>This Year</u>	<u>Last Year</u>	<u>Var</u>	
Operating revenue	\$460.5	\$420.5	\$40.0	x
O&M expense	352.6	299.5	53.1	
Depreciation & sums in lieu of taxes	69.0	69.2	(0.2)	
Operating expense	421.6	368.7	52.9	x
Operating Income	\$38.9	\$51.8	(\$12.9)	
Nonoperating revenues (expenses)				
Interest charges	(75.2)	(84.6)	9.4	
Other revenues (expenses)	12.7	11.5	1.2	
Costs to be recovered	0.5	(1.1)	1.6	
Total nonoperating revenues (expenses)	(62.0)	(74.2)	12.2	
Income before transfers	<b>(\$23.1)</b>	<b>(\$22.4)</b>	<b>(\$0.7)</b>	x