



EXECUTIVE SUMMARY

Second Quarter 2023
Compared to Second Quarter 2022

The financial results for the second quarter of 2023 showed a decrease in income before transfers of \$131.6 million as compared to the same period last year.

Operating revenue decreased \$47.7 million over the same period in 2022 primarily due to lower energy sales (5%) and demand usage (4%). The impacts were largely due to lower heating degree days (22%) resulting from milder weather. Other

Interest expense increased \$19.9 million over the prior year mainly from the impacts associated with the 2022EF New Money issue in November 2022 and the increase in Revolving Credit Agreement draws and CP issues, related to the Cook Settlement Exception Regulatory Asset as well as the previous year Cook settlement exception regulatory asset credit (\$8.4 million) with no corresponding entry in the current year.

Other revenues decreased \$12.8 million primarily due to lower nuclear sales in the current quarter. Somewhat offsetting this decrease was lower nuclear regulatory asset amortization (\$5.6 million) due to lower principal payments on nuclear debt coming due in the current year.

Costs to be recovered (CTBR) expense increased \$900,000 over the same period in 2022 from higher principal amortization in the current year.

Combined Statements of Net Position
As of June 30, 2023 and December 31, 2022
Millions of Dollars

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	\$420.5	\$468.2	\$1,872.8	\$1,862.8
O&M expense	299.5	252.4	1,331.8	1,312.5
Depreciation & sums in lieu of taxes	69.2	66.0	278.6	267.5
Operating expense	368.7	318.4	1,610.4	1,580.0
Operating Income	51.8	149.8	262.4	282.8
Nonoperating revenues (expenses)				
Interest charges	(84.6)	(14.6)	(468.0)	(519.8)