

# Exhibit to Agenda Item #1

Discuss the monitoring report for **Strategic Direction SD-2, Competitive Rates.**

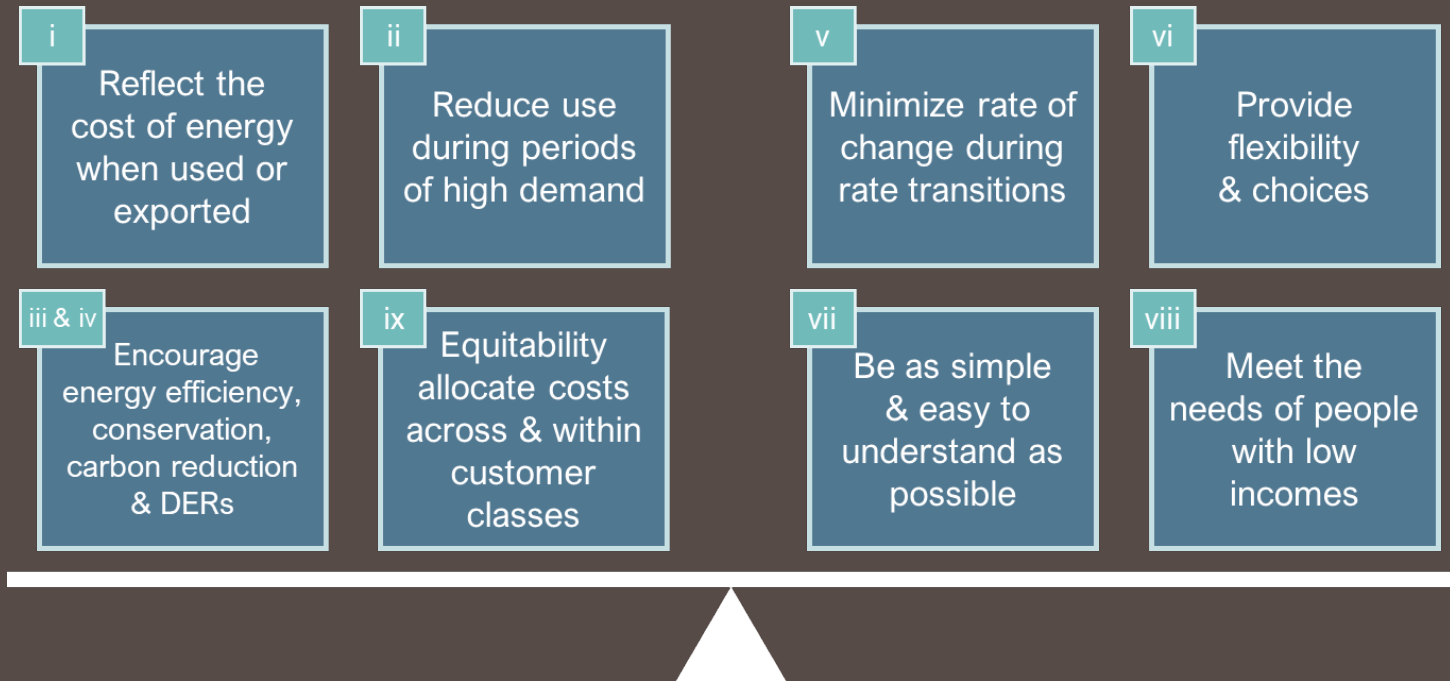
Board Policy Committee and Special SMUD Board of Directors Meeting

Tuesday, February 6, 2024, immediately following the Strategic Development Committee and Special SMUD Board of Directors Meeting scheduled to begin at 6:00 p.m.



SMUD Headquarters Building, Auditorium

# SD-2 Competitive Rates – Board Directions

- SMUD shall be 18% below PG&E's rates (system average basis)
- SMUD's rates shall be competitive with other local utilities (system average basis)
- Rates shall be designed to balance and achieve the following goals



# Comparison to PG&E Rates

Class	 <b>SMUD <u>Below</u> PG&amp;E</b>			 <b>PG&amp;E <u>Above</u> SMUD</b>		
	2023	2024 (Jan) <sup>1</sup>	2024 (May) <sup>1</sup>	2023	2024 (Jan) <sup>1</sup>	2024 (May) <sup>1</sup>
Residential (all rates)	47%	54%	52%	88%	115%	110%
Residential low income (EAPR)	49%	55%	53%	94%	120%	113%
Commercial (all rates)	48% - 56%	48% - 62%	47% - 61%	91% - 126%	92% - 163%	88% - 158%
Other <sup>2</sup>	54% - 68%	61% - 72%	60% - 72%	117 - 209%	154% - 252%	148% - 258%
<b>System (all rates)</b>	<b>50%</b>	<b>55%</b>	<b>54%</b>	<b>100%</b>	<b>124%</b>	<b>119%</b>

Notes: 1) Includes SMUD and PG&E rates increases of 2.75% and 17%, respectively effective Jan 2024. Values for May'24 includes an additional 2.75% rate increase for SMUD.  
 2) Other includes streetlight, traffic signals and agricultural rates

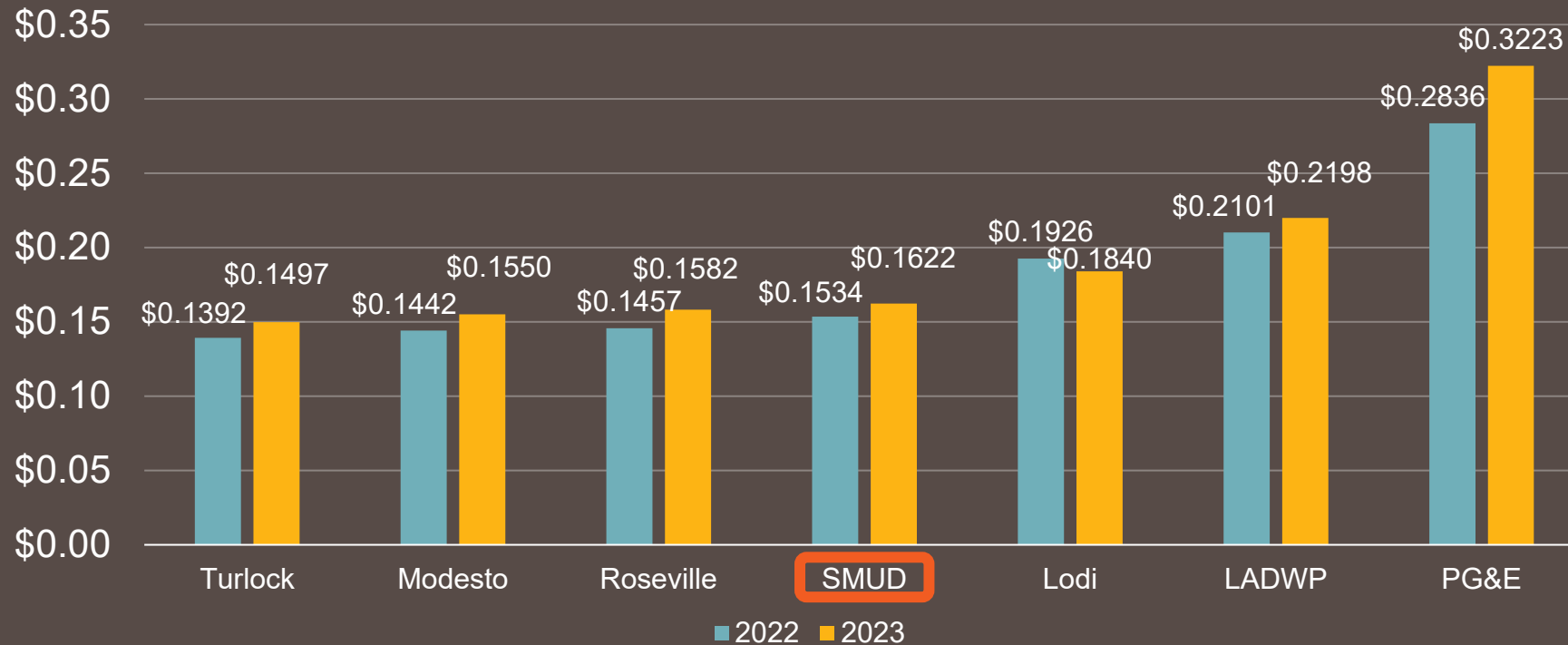
SMUD's system average rate by May 2024 is **54%** below PG&E, which results in an anticipated **\$2 Billion** annually in community savings in 2024.

This is about **\$1,600** of annual savings for residential customers on average.

# Comparison to Local Utilities

SMUD continues to have one of the lowest system average rates as compared to other neighboring utilities

System Average Rate Actuals (\$/kWh)



System Average Rate

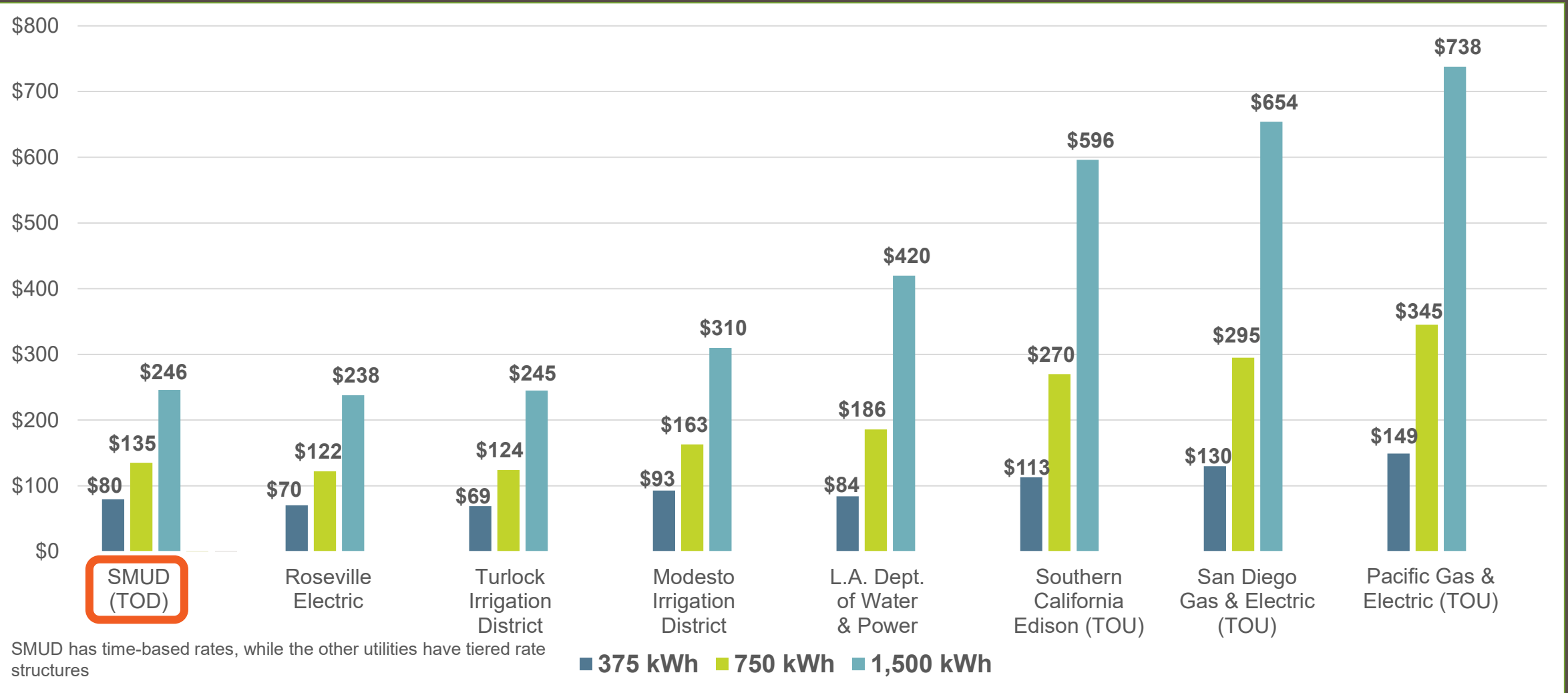
Total rates revenue  
(SIFC, demand charges, energy)

$$\frac{\text{Total rates revenue}}{\text{Total kWh sold}}$$

Total kWh sold

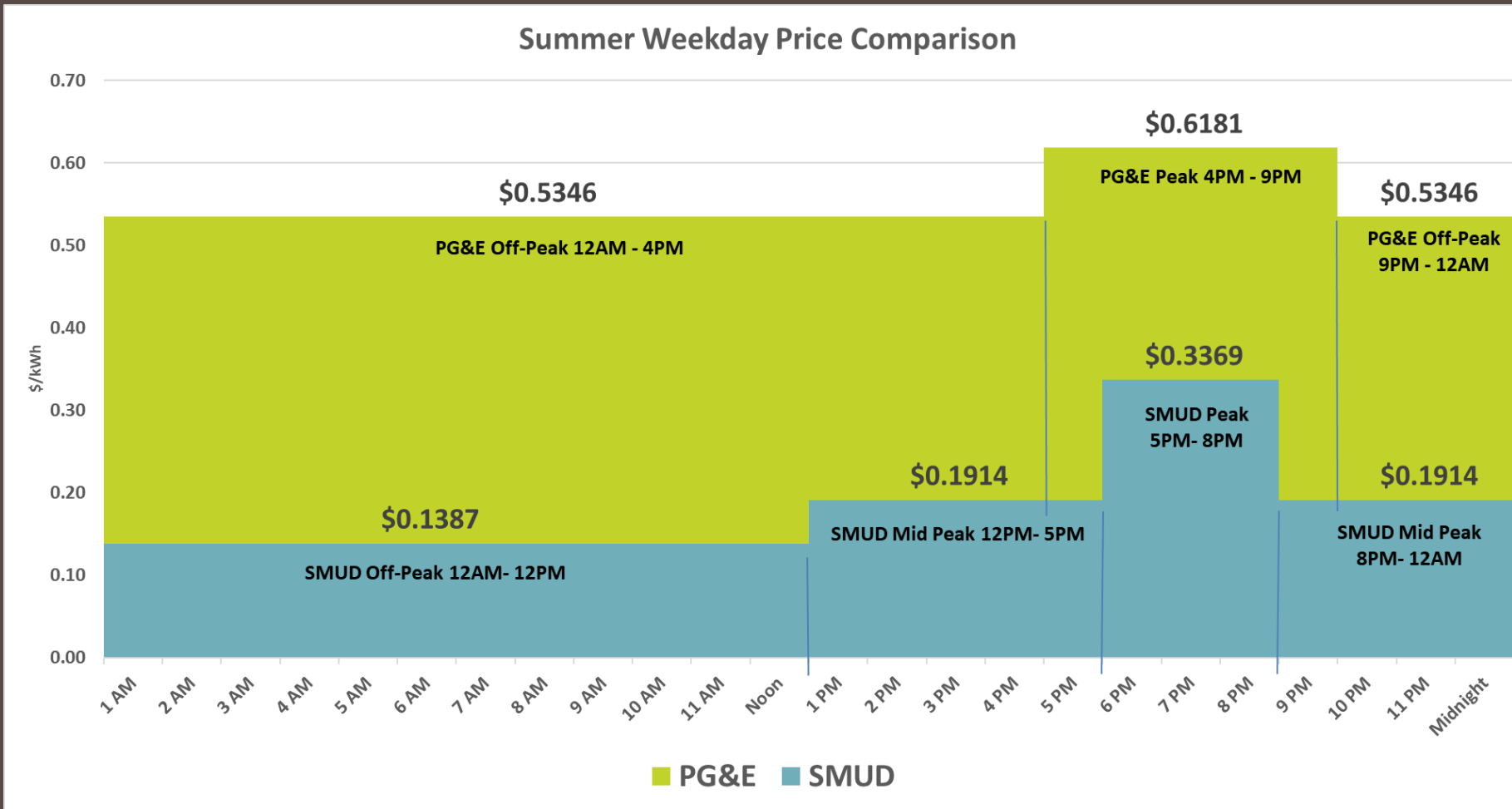
Source: US Energy Information Administration (EIA) and self reported data

# Average Monthly Residential Electric Bill (Jan 2024)



• Rates effective as of January 1, 2024. Average bills include applicable fixed monthly charge, energy charge and surcharges, and exclude local taxes. SMUD and PG&E bill comparison is based on standard Time-of-Day pricing.

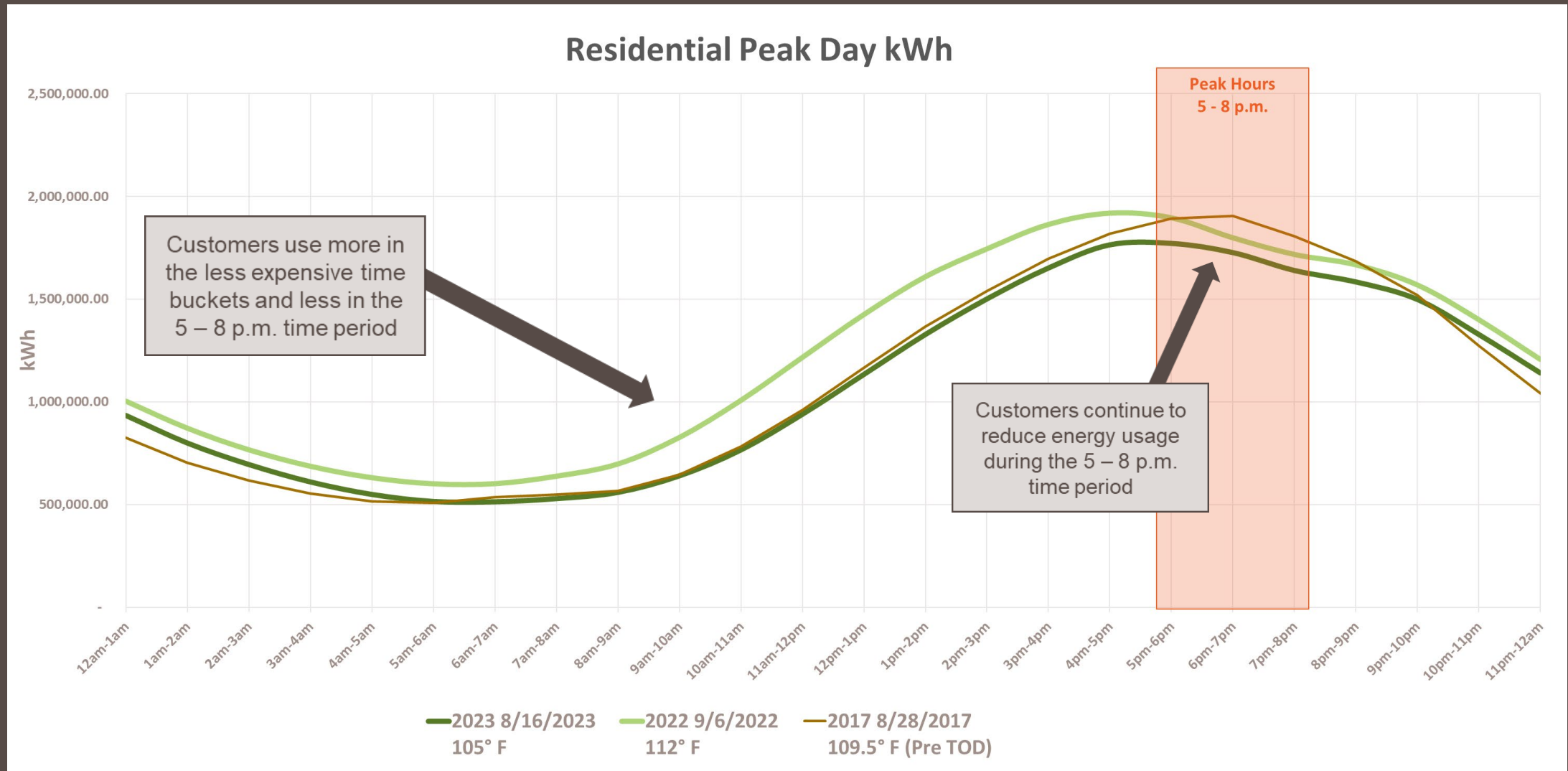
# SMUD and PG&E Time Period Price Comparison



SMUD's 2024 Time-of-Day (TOD) rate is competitive in all time periods as compared to PG&E's standard time of use rate.

Rates effective as of January 1, 2024. Chart does not include SMUD's System Infrastructure Fixed Charged and PG&E's equivalent charge. Summer prices represent PG&E standard TOU-C rate and SMUD standard TOD rate.

# TOD Rates Continue to Reduce Residential Peak



# Questions?