

Austin Energy Quarterly Financial Report

2nd Quarter FY 2026

John Davis

Interim Senior Vice President and Chief Financial Officer



May 2026

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Agenda

Quarterly Financial Report



Executive Summary



Financial Health



Budget to Actuals



Financial Statements

Executive Summary



Operating Results

Operating income was below budget by \$16m, or 11%, as of March.



Bond Rating

AA- per S&P, below AA target



Financial Policies

Substantial compliance in financial policies.



Power Supply Adjustment

\$124M over recovered as of March.

Financial Health

S&P Bond Rating Target: AA | Actual: **AA-**

Days Cash on Hand	Debt Service Coverage	Operating Margin	Debt to Capitalization
Target > 200 Days	Target > 2.5x	Target > 10%	Target < 50%
Actual 184 Days	Actual 2.3x	Actual 10%	Actual 58%

Includes ~32 Days of Power Supply Adjustment over recovery



Austin Energy Quarterly Financial Report

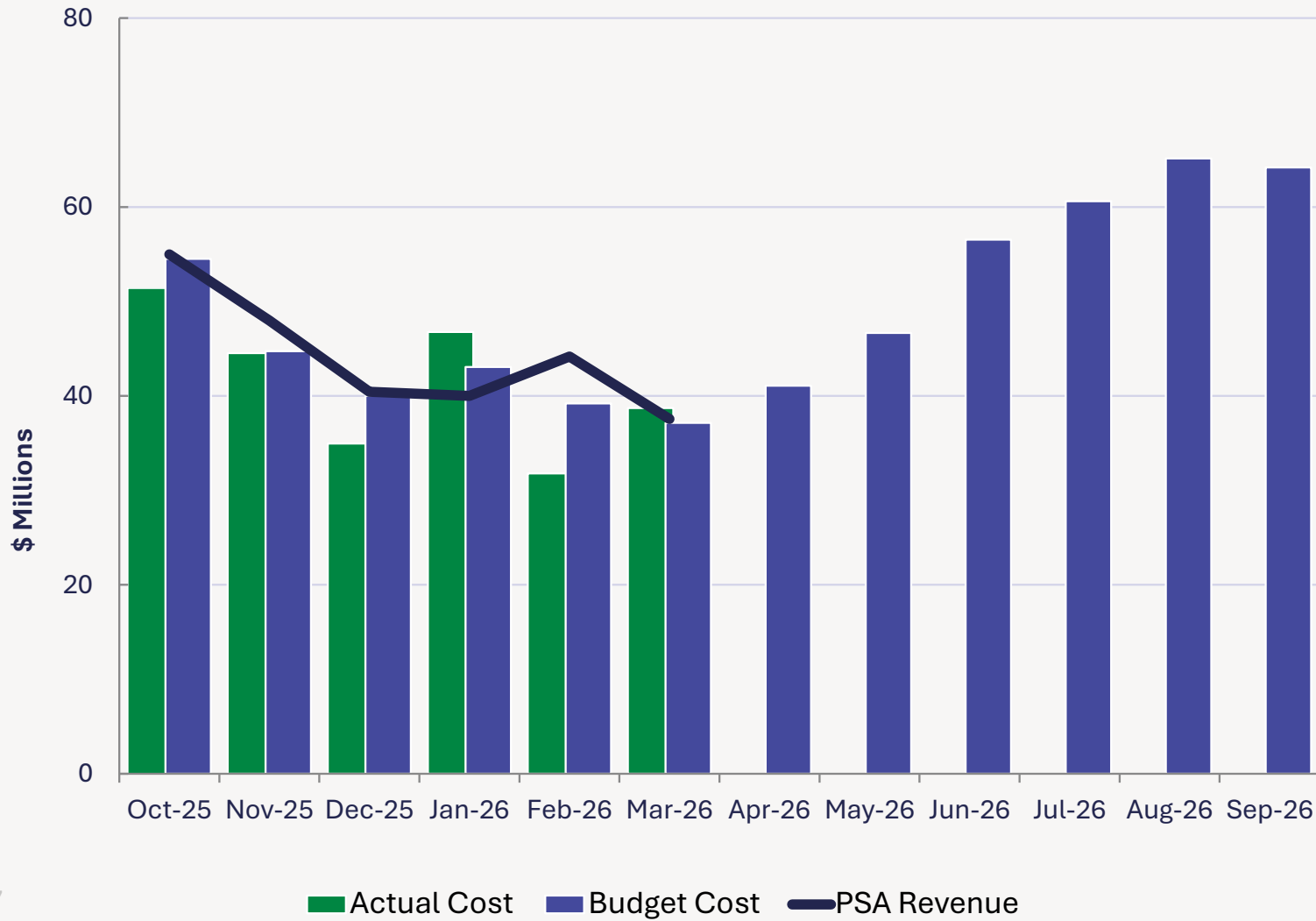
Budget to Actuals



Austin Energy Fund Summary

Millions of \$	6 Months Ended March 2026		
	Actual	Budget	Favorable (Unfavorable)
Base Revenue	\$ 349	\$ 336	\$ 13
Power Supply Revenue	247	259	(12)
Other Operating Revenues	253	276	(23)
Total Operating Revenues	849	871	(22)
Power Supply Expense	224	234	10
Other Operating Expenses	494	490	(4)
Total Operating Expenses	718	724	6
Operating Income (Loss)	131	147	(16)
Transfers In	5	5	0
Interest Revenue	16	22	(6)
Debt Service	(71)	(69)	(2)
Income (Loss) Before Transfers	81	105	(24)
Administrative Support Transfer	(21)	(21)	0
General Fund Transfer	(70)	(70)	0
Economic Development Transfer	(5)	(5)	0
Other Transfers	(9)	(9)	0
CIP Transfer	(62)	(62)	0
Excess (Deficiency) of Revenues	\$ (86)	\$ (62)	\$ (24)

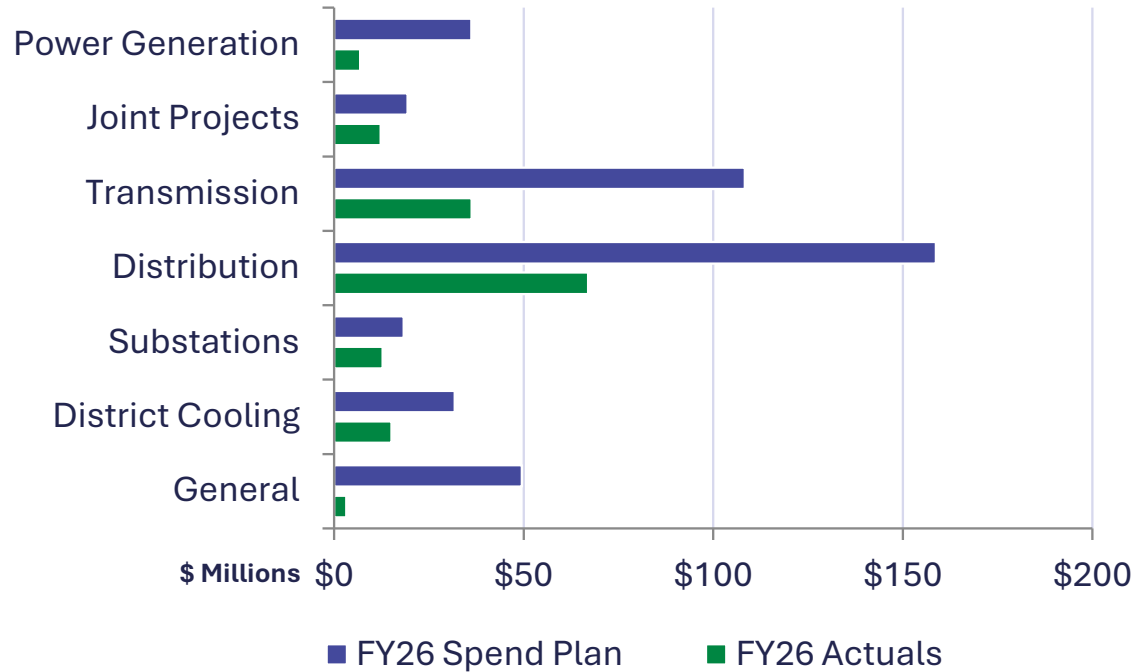




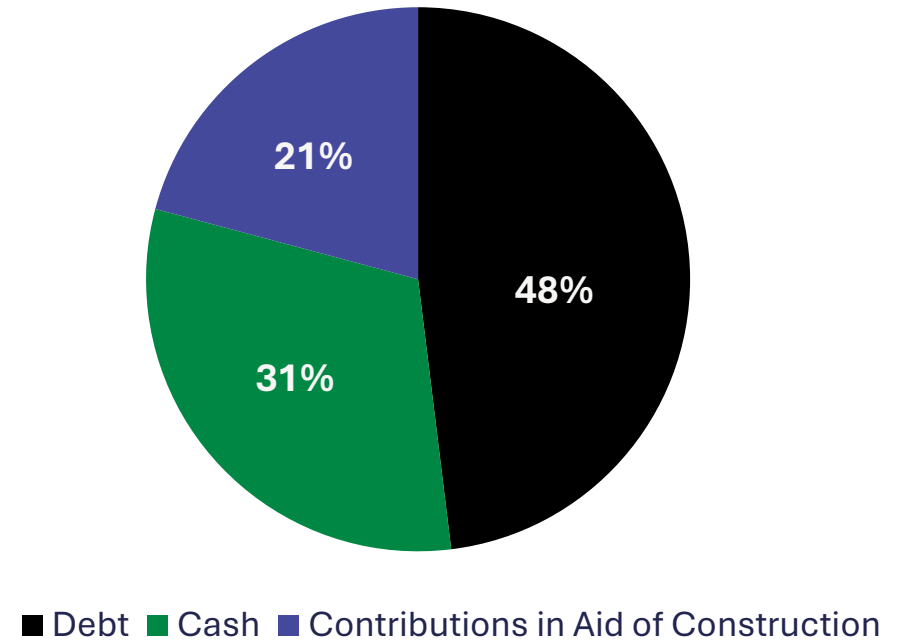
Power Supply Adjustment

Capital Improvement Plan (CIP)

\$ 4 2 2 M CIP BUDGET

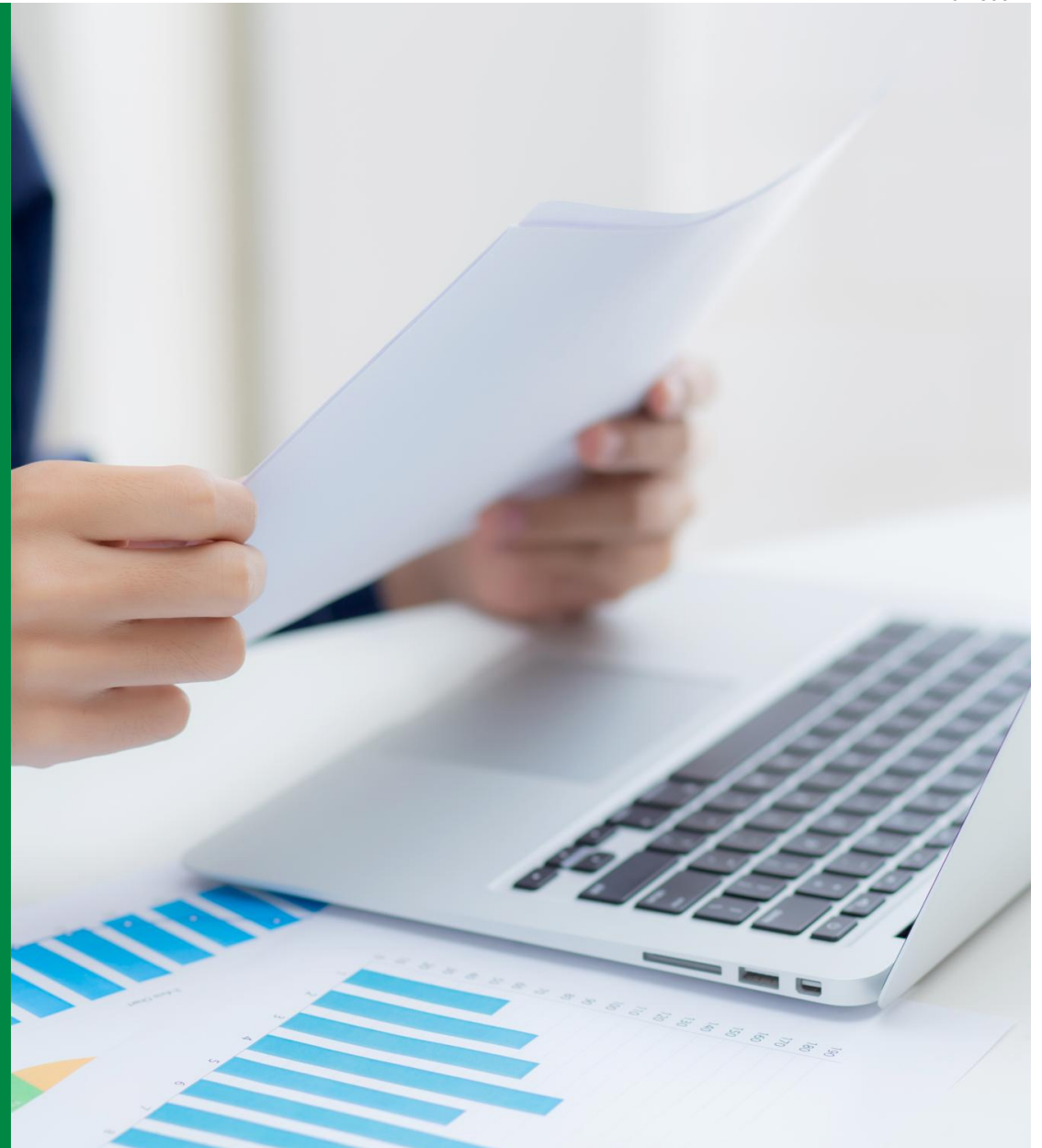


CIP FINANCING



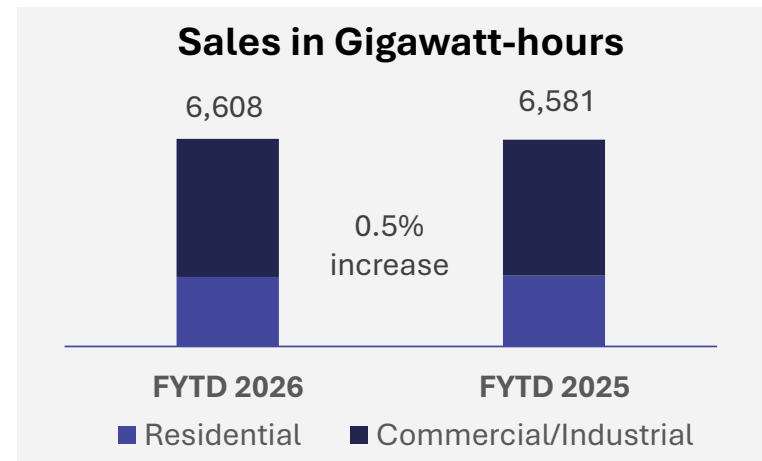
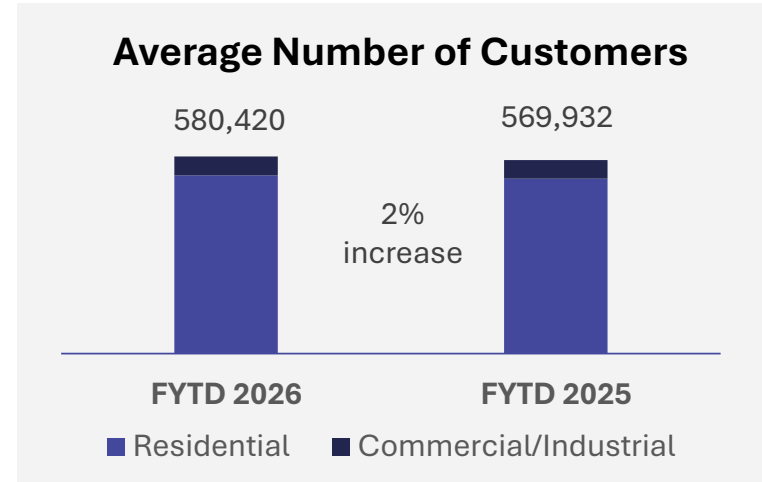
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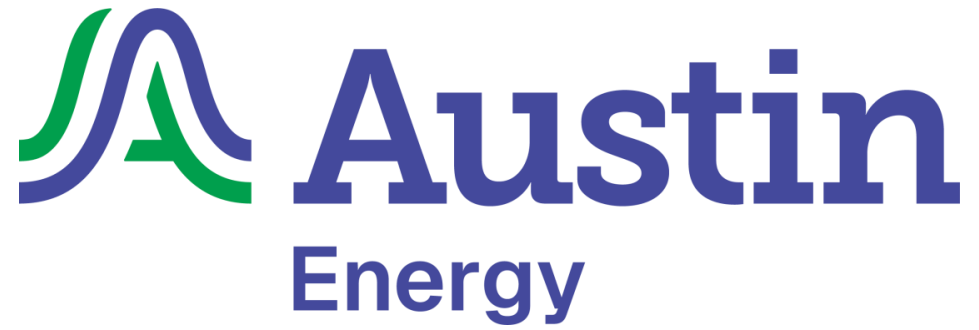
Financial Statements



Income Statement

Millions of \$	6 Months Ended	
	3/31/2026	3/31/2025
Operating Revenue	\$599	\$568
Power Supply Operating Revenue	247	259
Power Supply Operating Expense	224	206
Operating Expenses	439	420
Depreciation Expense	108	105
Operating Income (Loss)	\$75	\$96
Other Revenues (Expenses)	(22)	(17)
General Fund Transfer	(70)	(63)
Net Income (Loss)	(\$17)	\$16





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