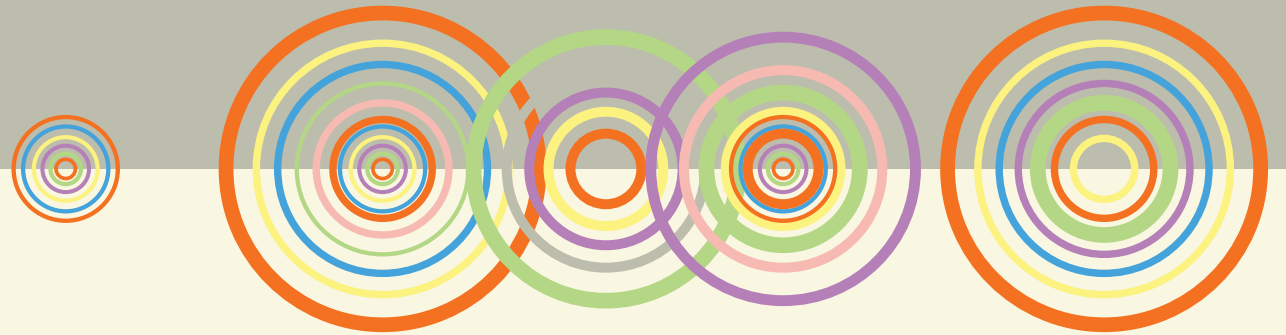


# MONITORING REPORT SD-3: ACCESS TO CREDIT MARKETS

▶ 05.19.26 ▶



Brad Underwood  
Vice President & Chief Financial Officer



# SD-3: ACCESS TO CREDIT MARKETS

To achieve a low cost and flexible cost structure, OPPD shall maintain financial ratios and targets to ensure efficient and cost-effective access to the credit markets

Therefore:

- For OPPD's annual budgets, the Board establishes a minimum total debt service coverage\* ratio of 2.0 times
- When making resource decisions, OPPD shall take into consideration long-term revenue requirements, minimum risk-adjusted liquidity\* levels, debt-to-capitalization ratio, competitive position, financial risk, and financial flexibility
- OPPD's goal is to maintain an AA credit rating with the credit rating agencies consistent with the above expectations

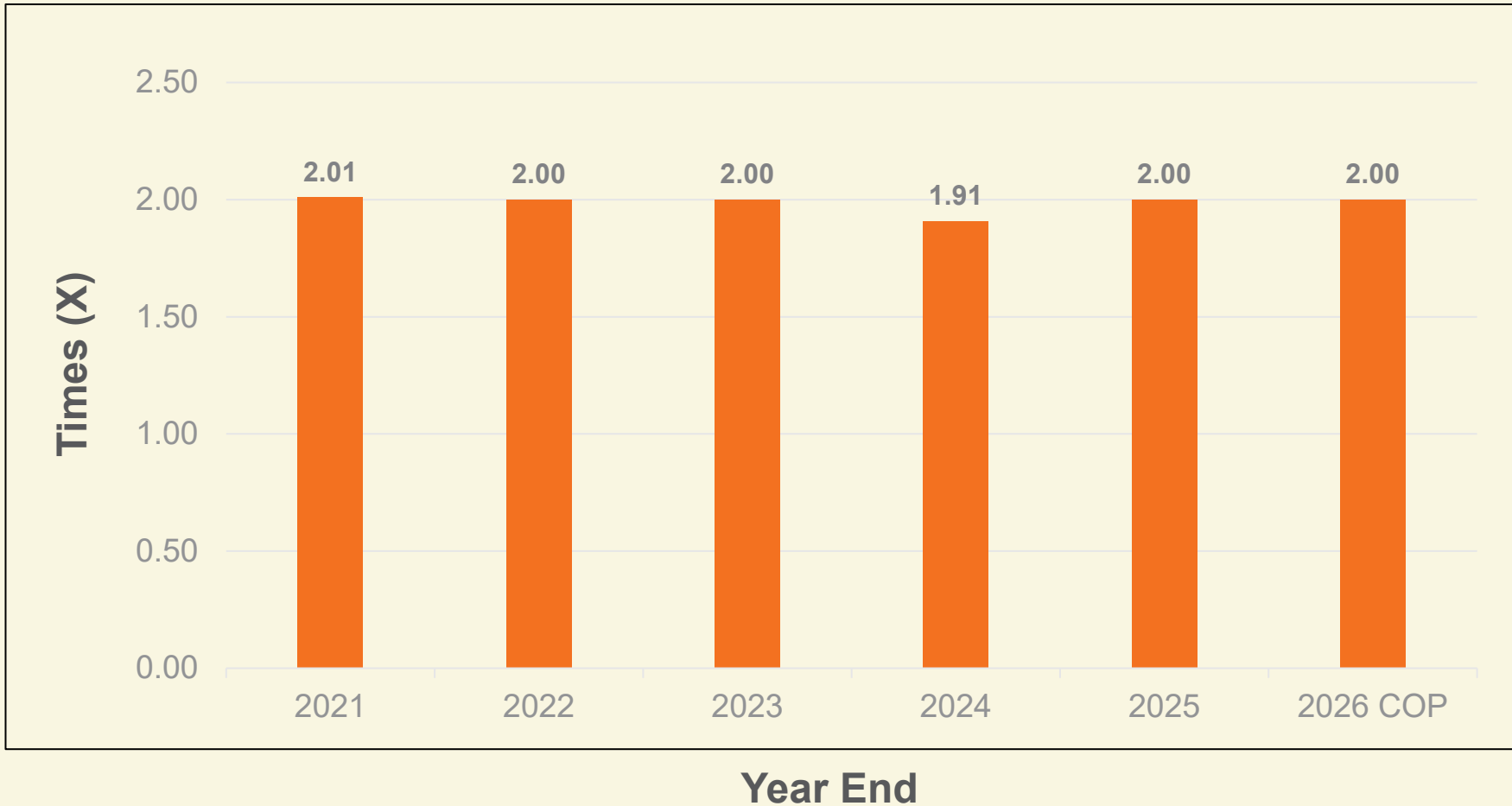
\* TERMS AND DEFINITIONS

*Total Debt Service Coverage:* Revenues less expenses divided by total annual senior and subordinate lien debt interest and principal payments

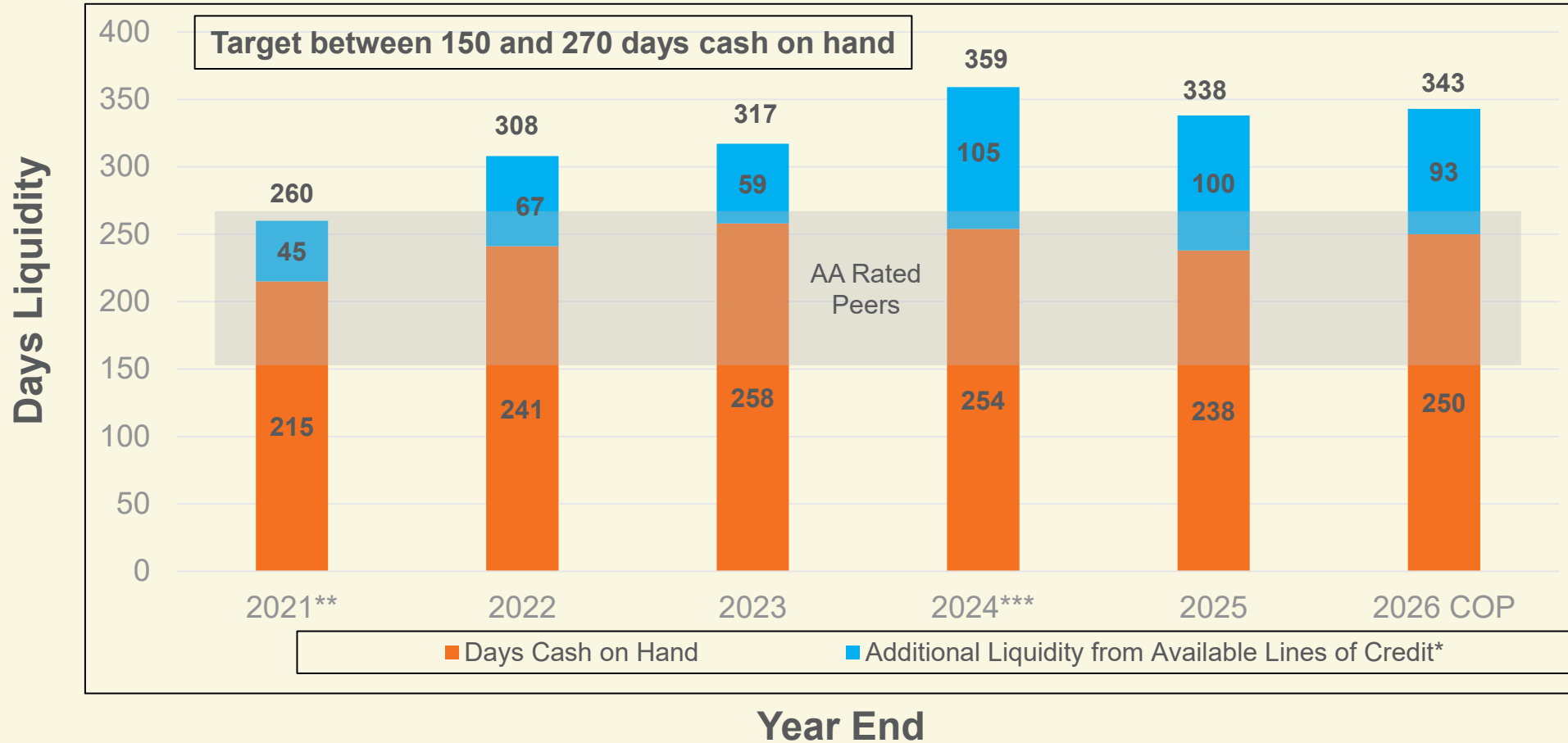
*Liquidity:* Total cash (operating and supplemental cash accounts) and unrestricted lines of credit available to meet ongoing daily cash requirements

# SD-3: ACCESS TO CREDIT MARKETS

For OPPD’s annual budgets, the Board established a minimum total debt service coverage ratio of 2.0 times (minimum for a AA rated electric utility)



# DAYS LIQUIDITY

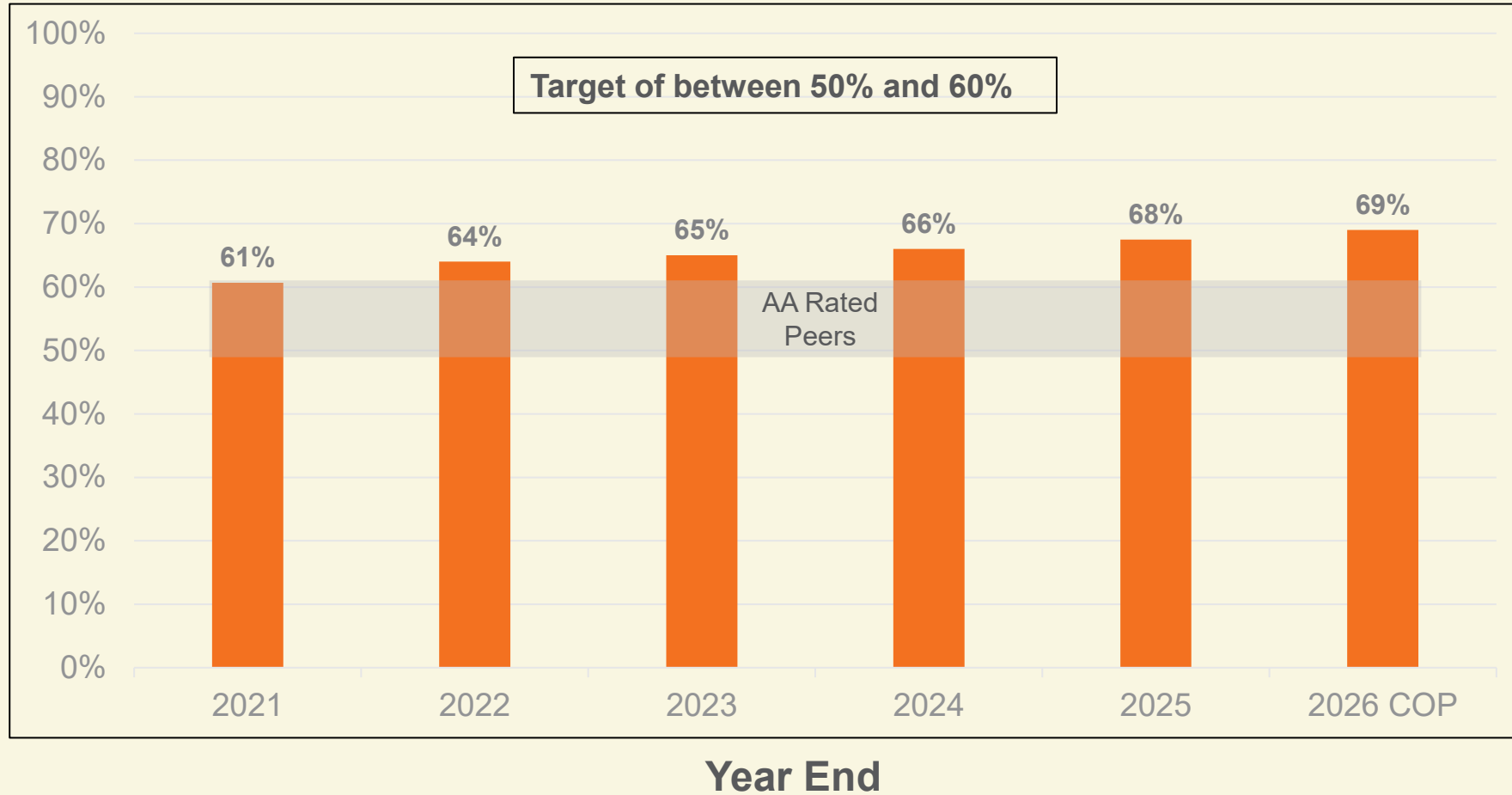


\* Available lines of credit equal total lines of credit less outstanding commercial paper and letters of credit

\*\* Lines of credit increased from \$325 million to \$450 million

\*\*\* Lines of credit increased from \$450 million to \$600 million

# DEBT RATIO\*



\* Share of debt-to-capitalization (debt plus net position)

# CREDIT RATING

OPPD’s goal is to maintain an AA credit rating with the credit rating agencies consistent with the above expectations

	2021	2022	2023	2024	2025
Moody’s	Aa2	Aa2	Aa2	Aa2	Aa2
Standard & Poor’s	AA	AA	AA	AA	AA

# RECOMMENDATION

**The Finance Committee has reviewed and accepted this Monitoring Report for SD-3: Access to Credit Markets and recommends that the Board finds OPPD to be sufficiently in compliance with Board Policy SD-3.**

# Any reflections on

➤ **what has been accomplished, challenges and/or strategic implications?**

