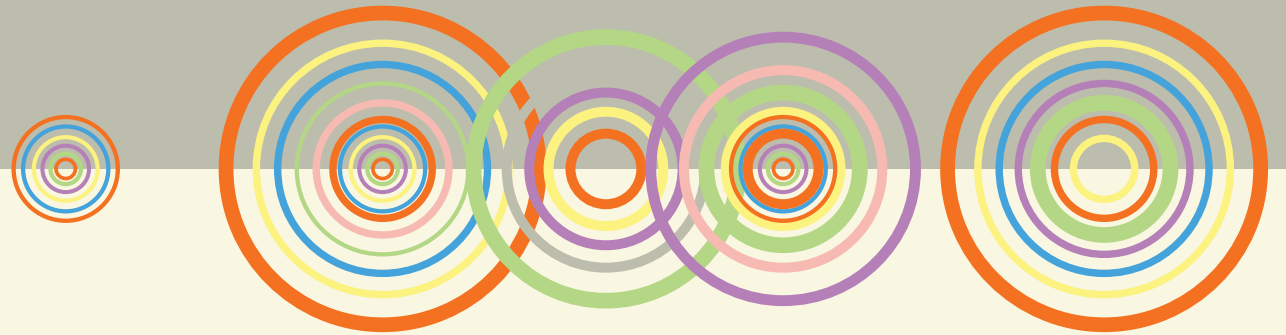


➤ 6.16.26 ➤

SD-2: RATES POLICY REVISION



Brad Underwood
Vice President & Chief Financial Officer



SD-2: RATES

Strategic Directive – Current State

In implementing this directive, OPPD shall:

- Maintain fair, reasonable, and non-discriminatory rates as stated in Nebraska Revised Statute 70-655;
- Equitably assign costs across and within all customer classes;
- Monitor affordability indicators;
- Pursue rate process and structure changes to reflect the cost of energy when it is used;
- Offer flexibility and options;
- Be simple and easy to understand;
- And pursue a directional rate target of 10% below average published rates of seven states in the North Central Region on a system average basis.*

*TERMS AND DEFINITIONS

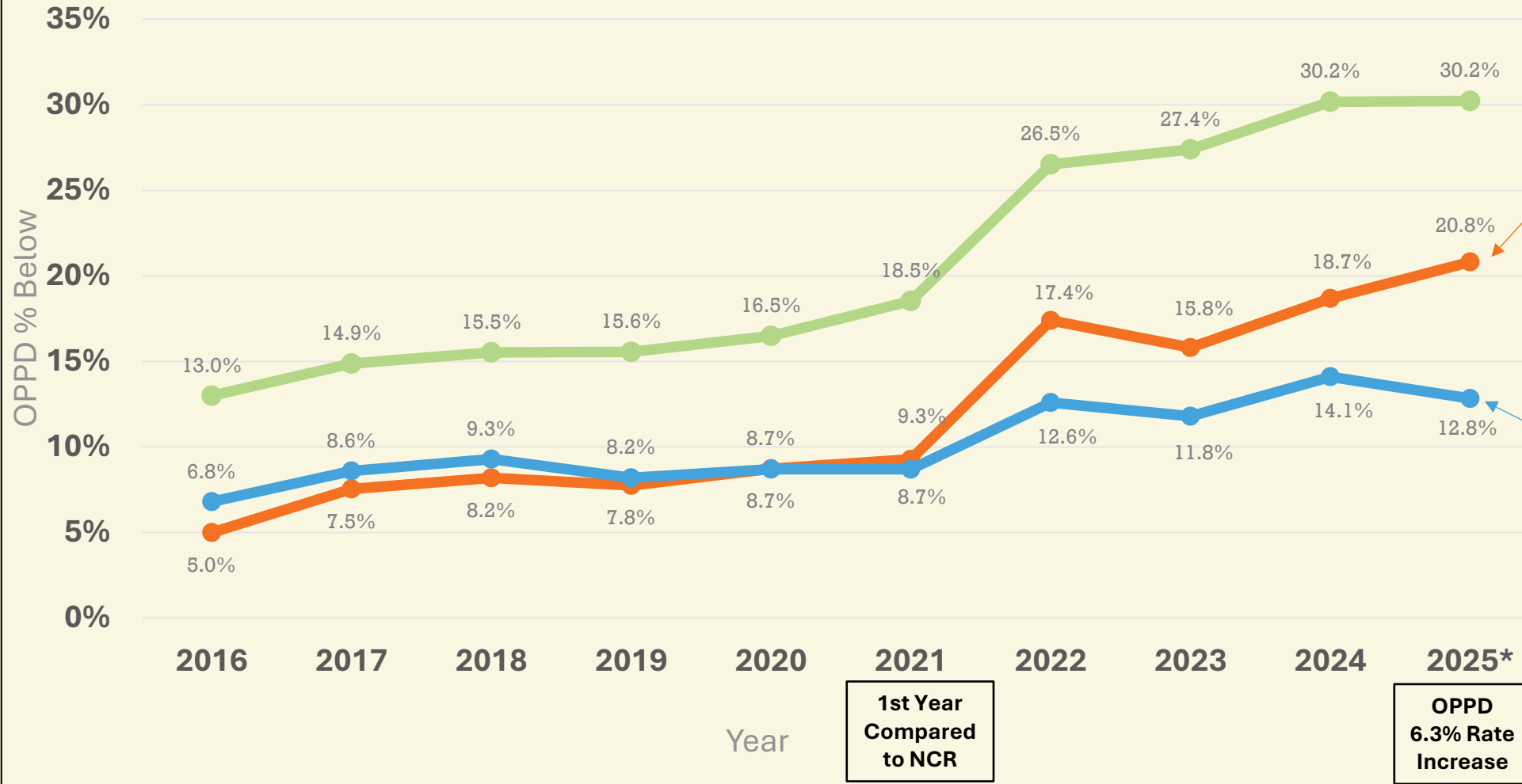
Seven states in the North Central Region: Illinois, Iowa, Indiana, Kansas, Missouri, Nebraska, South Dakota.

System Average Basis: Total revenue billed to retail customers divided by total kWh sold to retail customers. The result is measured in cents per kWh or the average system basis.

OPPD Percentage Below Regional & National Average Retail Rates - 10 Year

Data from EIA - Electric Sales, Revenue, and Average Price

OPPD % Below National Average OPPD % Below North Central Region OPPD % Below West North Central Region



OPPD can have larger rate increases and still remain competitive with the North Central Region

OPPD lost competitiveness to the West North Central Region with a 6.3% rate increase


1st Year Compared to NCR

OPPD 6.3% Rate Increase

*2025 EIA preliminary data

Today's Discussion

Is there any feedback that would warrant further changes to the policies or any additional actions?
Are you ready to move the recommendation to Board for a vote??

	OMAHA PUBLIC POWER DISTRICT Board Policy		Category:	Strategic Direction
	Policy No. and Name: .SD-2: Rates		Monitoring Method:	Finance Committee Board Report
			Frequency:	Annually
Date of Approval:	July 16, 2015 November 16, 2017 November 18, 2021 December 15, 2022	Resolution No.:	6070 6210 6471 6541	

OPPD shall strive to provide affordable energy services and set rates in order to achieve the long-term vision of the organization.


In implementing this directive, OPPD shall:

- Maintain fair, reasonable and non-discriminatory rates as stated in Nebraska Revised Statute § 70-655;
- Equitably assign costs across and within all customer classes;
- Monitor affordability indicators;
- Pursue rate process and structure changes to reflect the cost of energy when it is used;
- Offer flexibility and options;
- Be simple and easy to understand; and
- Pursue a directional rate target of 10% below average published rates of seven states in the West North Central Region* on a system average basis*.

***TERMS AND DEFINITIONS**

Seven states in the West North Central Region: Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota, South Dakota.

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***TERMS AND DEFINITIONS**

Seven states in the West North Central Region: ~~Illinois~~, Iowa, ~~Indiana~~, Kansas, Minnesota, Missouri, Nebraska, North Dakota, South Dakota.

System Average Basis: Total revenue billed to retail customers divided by total kWh sold to retail customers. The result is measured in cents per kWh or the average system basis.

EXECUTIVE SUMMARY

Feedback on the SD-2: Rates – Policy Revision, May 20 – June 15

- ❑ Received one public comment on CommunityConnect.com, and one comment via social media, expressing concern about the overall level of residential rates.