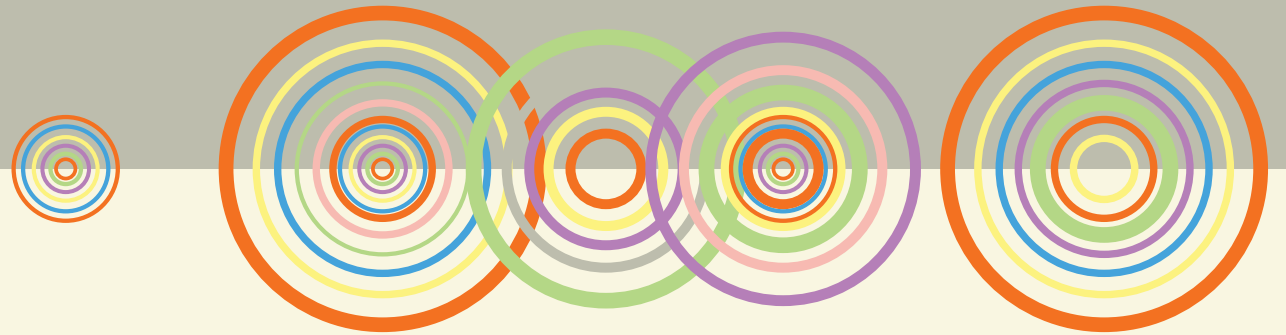


➤ 10.13.26 ➤

INCREASE IN CREDIT FACILITIES



Brad R. Underwood
Vice President & Chief Financial Officer



Credit Facilities - Background

- Credit facilities are available liquidity for any valid corporate purpose.
 - Cash is typically available within 24 hours.
- Credit facilities add to Days Liquidity.
- Received authorization in 2024 for up to \$650 million in credit facilities.
 - Current credit facilities total \$600 million.
- OPPD maintains credit facilities at least to the level of its commercial paper program.
 - Currently \$600 million authorized of commercial paper.
 - Amount was increased in September.

Need for Additional Liquidity

- OPPD's capital program has increased from \$750 million annually in 2024 to over \$1 billion annually.
- In 2024, \$650 million in credit facility authorization offered additional liquidity support of \$300 million over the amount of the commercial paper program.
- Given the commercial paper program increase to \$600 million, additional liquidity support will be eliminated.
- Due to the increase in OPPD's capital expenditure program, the District's financial advisor, PFM, recommends increasing the available credit facilities above the current \$600 million to \$1 billion.
- The additional authorization would provide \$400 million liquidity support similar to the previous authorization.

Credit Facilities Recommendation

- Recommend increasing the credit facility authorization by \$400 million up to a maximum of \$1 billion total.
 - Provides financial flexibility during construction.
 - Fiscally prudent and provides additional liquidity if unexpected needs arise.
- Upon Board's authorization, OPPD would pursue an increase of current credit facilities up to an additional \$400 million.
 - Additional \$400 million would increase Days Liquidity by approximately 100 days.