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

~~The Board of Directors shall establish a directional rate target of 20% below the West North Central Regional average published rates on a system average basis\*.~~

~~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 ~~rate target directive~~, OPPD shall ~~adhere to these principles~~:


- 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; ~~and~~
- 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.

~~\*Defined in Glossary.~~

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

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 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.