

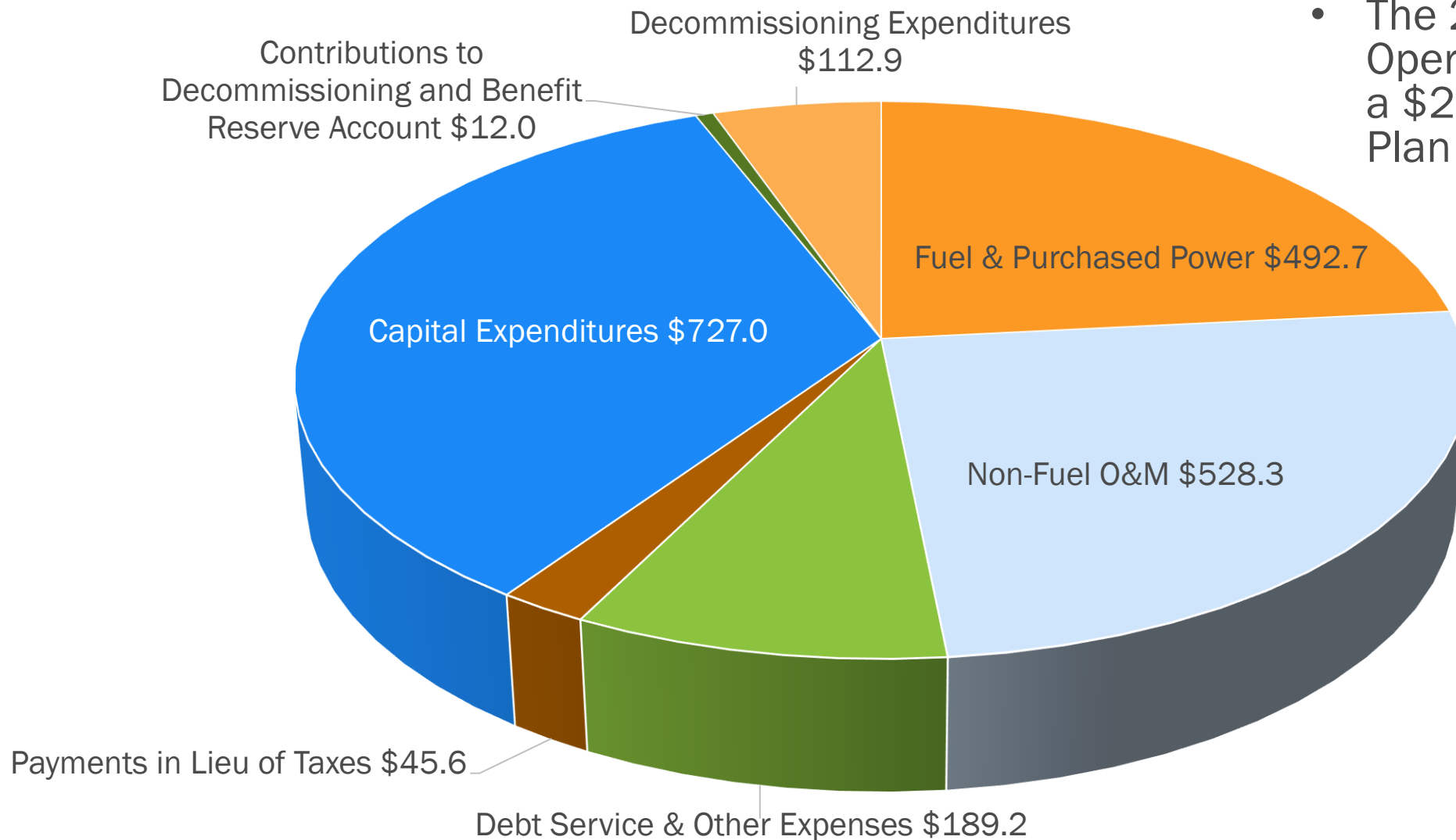


2023 Final Corporate Operating Plan & Rate Action Highlights



Corporate Operating Plan

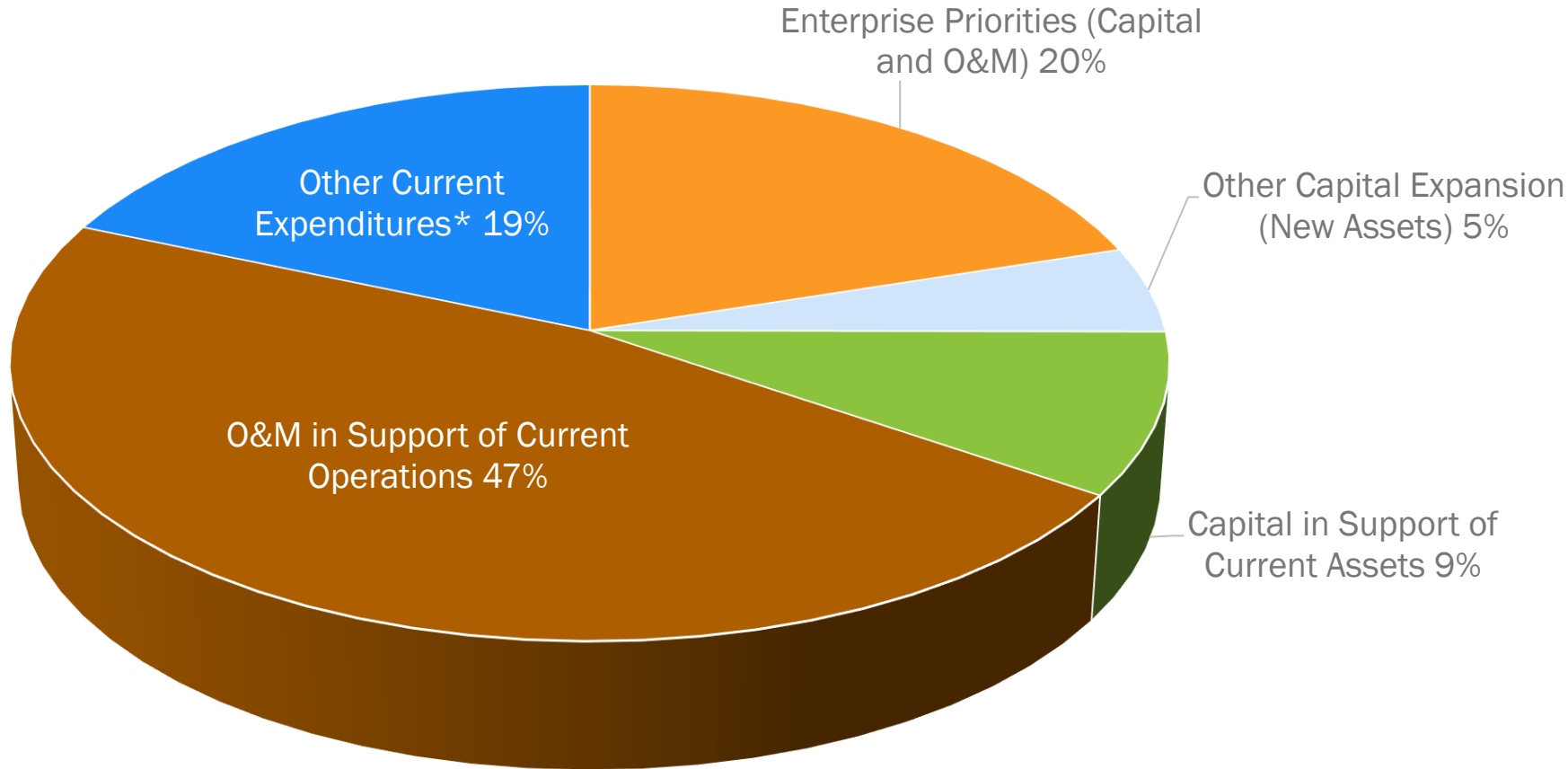
\$ in millions



- The 2024 Corporate Operating Plan Proposes a \$2.1 Billion Expenditure Plan for Board Approval

Keeping the Lights on While Funding Growth

2024 Expenditures

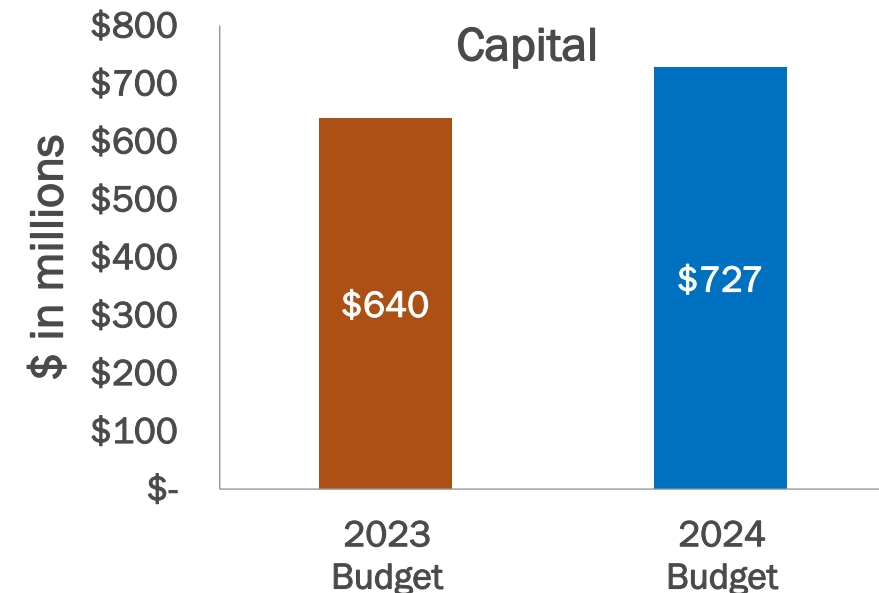
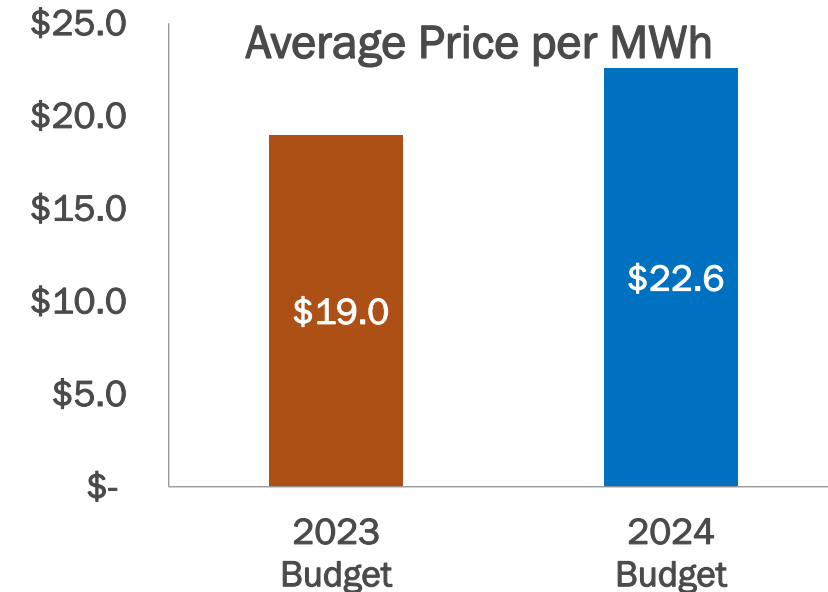


- As OPPD grows and transforms, current operations continue to be a focus
- Approximate resource split:
 - 75%** current operations
 - 25%** transformation

*Includes Debt Service & Expense, Decommissioning Expenditures and Contribution, PILOT, and Regulatory Amortization

Rate Increase Drivers

- **Net power costs growing:**
 - Average price per MWh to serve load
 - Approximately 19% higher relative to 2023, driven primarily by increased purchased power costs.
 - Cost to serve new and existing load is increasing
- **Growth in capital portfolio:**
 - Historic capital portfolio for 2024 requires debt financing
 - Investing \$509 million in projects that grow the asset base as well as transform and modernize the electrical grid
 - Investment in our existing assets, budgeting \$218 million to ensure continued reliable performance
- **Operations & Maintenance costs increasing:**
 - Inflationary & supply chain pressures
 - Investment in our transformational priorities



2024 Rate Action

Summary

Rate Component	Change
General Rate	3.1%
2023 FPPA Under-Collection	0.0%
2024 FPPA Factor Projected Decrease	-0.6%
Total 2024 Increase	2.5%

- Rate Action Summary:
 - Forgiveness of 2023 under collection due to unplanned favorability
 - 2024 FPPA Factor and Base Rate (General Rates) will be adjusted to reflect overall cost to serve load
- FPPA Base Rate Adjustment Mechanics:
 - FPPA Base Rate adjustment to reflect increased costs to serve load, which will be reflected through a general rate action
 - FPPA Factor reduced to reflect new base rate assumption

2024 Rate Changes

Proposed Percent Increase by Customer Class

Proposed Percent Increase by Customer Class						
	Residential	Commercial	Industrial	Lighting	Wholesale	Total
Proposed General Increase	2.2%	5.8%	2.4%	6.1%	0.0%	3.1%
Proposed FPPA Decrease	(0.6%)	(0.8%)	(0.6%)	(0.2%)	(0.9%)	-0.6%
Total Rate Action	1.6%	5.0%	1.8%	5.9%	(0.9%)	2.5%

*The percentages represent class averages. Rate codes within a class will have difference from the average increase. Individual customer impacts will vary.

- All the details regarding rate changes are presented in the red-lined version of the Service Regulations and Schedules

Independent Reviews

Summary

- **Corporate Operating Plan:**
 - “The expenditures anticipated by the District are reasonable and of the type that a utility following prudent utility practices would expect.”

- **Rate Action:**
 - “We find the proposed rate changes to be fair, reasonable, and non-discriminatory.”

Corporate Operating Plan

Summary

- Advances OPPD's Mission: "Provide affordable, reliable and environmentally sensitive energy services to our customer-owners." (SD-1)