

**BOARD POLICY
STRATEGIC DIRECTIVE**

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COST COMPETITIVENESS

Nebraska Public Power District (NPPD) is committed to cost competitiveness in service to our wholesale and retail customers. Being cost competitive **over the long term, while considering other District strategic directives, is a key part of** the foundation to being the partner-of-choice for customers, both now and in the future.

To achieve cost competitiveness, the District standard shall be to:

- a. Achieve and maintain wholesale rates in the best quartile of the **Cooperative Finance Corporation Key Ratio Trend Analysis (CFC KRTA)** Ratio 88 “Cost per kWh Purchased” annual survey.
- b. Achieve and maintain total retail base rate position among the lowest 15 percent of providers within the EIA (Energy Information Administration).

Document Approval / Review Information		
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Owner: Donna Starzec – Chief Audit & Ethics Officer		
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Revision History		
Revision Date	Revised By	Revision Description
12-13-18	Jan Modelski	Initial issue.
11-03-21	Conrad Saltzgaber	Reviewed at the Board Strategic Retreat. No changes.
10-27-22	Conrad Saltzgaber	Reviewed at the Board Strategic Retreat. No changes.
09-27-23	Donna Starzec	Incorporated long-term cost competitive language, removed explanation of EIA ranking calculation, consistency in acronym convention.
10-26-23	Donna Starzec	Reviewed at the Board Strategic Retreat. No changes.