Nebraska Public Power District
Always there when you need us

2027

Commercial Rates Overview

After more than a decade of minimal rate increases, the Nebraska Public Power District's board of directors approved an **average overall rate increase of 8.6%** beginning January 1, 2027.

WHY ARE NPPD'S COMMERCIAL RATES INCREASING?

NPPD is adjusting to rising costs

The energy industry is capital-intensive, and operating costs are rising fast **due to higher material prices, supply chain constraints,** and ongoing workforce needs.

NPPD is investing in reliability

NPPD is strengthening the system **to meet today's needs and prepare for tomorrow,** building durable assets that will provide reliable capacity and energy for decades to come.

NPPD is meeting new capacity requirements

NPPD is adding new generation resources **to ensure reliable power is available the moment customers need it,** guided by updated reserve requirements and thoughtful planning for new and expected load growth.

HOW DO NPPD'S COMMERCIAL RATES COMPARE?

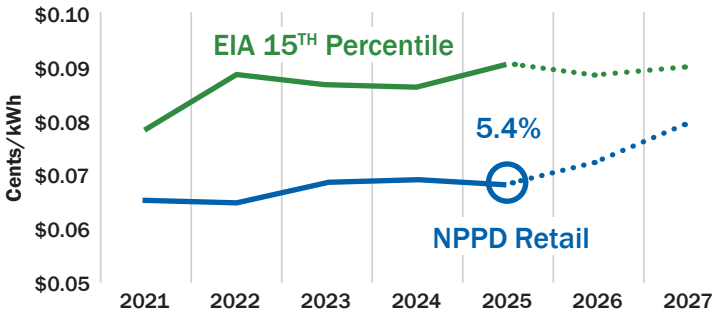
NPPD'S COMMERCIAL ELECTRIC RATES ARE

36% LOWER
THAN THE NATIONAL AVERAGE

17% LOWER
THAN THE REGIONAL AVERAGE
Includes Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota and South Dakota

RANKED WITHIN THE LOWEST 7TH - 8TH PERCENTILE OF EIA REPORTING UTILITIES

Energy Information Administration (EIA) Overall Rate Comparison



- NPPD's overall rate position **remains in the lowest 15th percentile among over 2,600 providers**, according to EIA data.
- NPPD's cumulative retail rates are projected to **stay approximately 7% below the rate of inflation** through 2032.
- NPPD held **base rates flat for 11 years** (2014–2024), with only modest adjustments in 2025 and 2026.

WHAT IS NPPD DOING TO Control Costs?

- ✓ **Reducing Operations & Maintenance Spends** while remaining focused on service reliability
- ✓ **Reprioritizing Major Projects** while preserving essential reliability and compliance investments
- ✓ **Strategic Debt Refinancing** to capture low interest rates
- ✓ **Proactive Interest Strategies** by collecting interest payments in advance to reduce long-term debt
- ✓ **Leveraging Federal Tax Credits** to offset capital spending on major projects
- ✓ **Developing a Large Load Rate** designed to minimize cost shifts to existing customers and safeguard them if a large-load customer leaves

HOW DO NPPD'S COMMERCIAL RATES COMPARE NATIONALLY?

Average Commercial Cost Per Kilowatt Hour in Cents*

.0700-.1005	.1006-.1118	.1119-.1245	.1246-.1652	.1653+
.0736 North Dakota	.1021 North Carolina	.1153 Georgia	.1267 Delaware	.1978 Vermont
.0850 Nebraska	.1046 Missouri	.1153 Florida	.1287 Tennessee	.2010 New Hampshire
.0856 Texas	.1060 South Dakota	.1158 Ohio	.1306 Wisconsin	.2042 D.C.
.0908 Oklahoma	.1075 Arkansas	.1173 West Virginia	.1309 Illinois	.2086 Maine
.0920 Nevada	.1083 Iowa	.1175 Kentucky	.1319 Mississippi	.2096 New York
.0928 Idaho	.1096 Washington	.1188 Montana	.1370 Indiana	.2234 Alaska
.0953 Wyoming	.1100 New Mexico	.1235 Minnesota	.1448 Michigan	.2292 Connecticut
.0979 Oregon	.1117 South Carolina	.1236 Colorado	.1460 Alabama	.2310 Massachusetts
.0994 Virginia	.1118 Kansas	.1242 Pennsylvania	.1471 Maryland	.2311 Rhode Island
.1006 Utah	.1118 Louisiana	.1245 Arizona	.1652 New Jersey	.2616 California
				.3630 Hawaii

NPPD $0.0857

U.S. Average $0.1336

NPPD's retail commercial electric rates provide customers with more than

$3.2 Million in Total Annual Savings*

compared to typical U.S. commercial customers using the same amount of electricity.

NATIONWIDE, RATES CHARGED BY PUBLIC POWER UTILITIES ARE

LOWER AND HAVE RISEN SLOWER

THAN RATES CHARGED BY INVESTOR-OWNED UTILITIES.

Source: Lawrence Berkley National Laboratory

WHAT ARE CUSTOMERS GETTING WITH THIS INCREASE?

- **Strengthened Reliability** to minimize outages and restore power faster when interruptions do occur
- **Increased Generation Capacity** to ensure reliability and to support growing communities, economic development, and future energy needs
- **Modernized Infrastructure** designed to be resilient and serve customers for many decades
- **Continued Focus** on providing superior service at the lowest cost we can
- **Fair Rates** that are designed to be stable, help us meet the diverse energy needs of our customers, and remain aligned with our board's strategic directive to be cost-competitive over the long term

WHAT ARE THE BENEFITS OF Public Power?

- **High Reliability** — Nebraska's energy infrastructure consistently ranks among the nation's most reliable year after year.
- **Low Rates** — Our bills stay low because utilities are not-for-profit and charge only cost-of-service rates.
- **Powered Locally** — Decisions are made locally, led by elected officials who live in communities within their respective service territories.
- **Responsible Electricity** — Nebraska's electric utilities take an all-of-the-above approach when it comes to meeting Nebraska's energy needs, while also protecting natural resources and supporting the state's economy.

SUMMARY

As a public power utility, we work hard to keep rates affordable and understand the cost pressures many households face. Our rates include no profit motive. They solely reflect the cost of operating the system, which is increasingly affected by external factors and supply chain challenges.

We've consistently focused on controlling expenses, but this adjustment is necessary to maintain system strength and avoid larger increases later. We remain committed to putting customers first while providing safe, reliable and affordable power, and we appreciate your continued trust.

*Source: U.S. Department of Energy - Energy Information Administration (EIA) 2025 Form EIA-861, Annual Electric Power Industry Report. Does not include service fees, lease payments, or taxes.

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