QBR INTRODUCTION

Joel Scruggs, COMMUNICATIONS DIRECTOR
KEY PERFORMANCE INDICATORS

John Hairston, ADMINISTRATOR and CEO
KPI & KSI DASHBOARD

Key Performance Indicators:

**PEOPLE AND CULTURE**
- Incident Frequency Rate: Good → 0.99 (1.0)
- Safety Corrective Actions: Good → 80% (91%)

**STRENGTHEN FINANCIAL HEALTH**
- Net Revenue (SM): Good → $172 (836)
- IPR Cost Expenditure (SB): Good → $1.811 (1.814)
- Days Cash on Hand: Good → 60+ (243)
- CAPEX (SM): Good → $887 ($737)
- Debt to Asset Ratio: Good → 83% (83%)
- Borrowing Authority Remaining ($B): Good → $1.5+ (EOY and 10-year achieved)

**POWER COMPETITIVE PRODUCTS AND SERVICES**
- Forced Outage Factor: Good → 4% (4.8%)
- CGS Availability Factor: Good → 93% (98%)

**MEET TRANSMISSION CUSTOMER NEEDS**
- System Average Interruption Duration Index (Minutes Per Line): Good → 192 (177)
- System Average Interruption Frequency Index (Annual Unplanned Outage): Good → 0.48 (0.29, 0.46, 0.48)

Key Strategic Initiatives:

**GRID MODERNIZATION – MILESTONES**
- Good → 80% (96%)
KPI DASHBOARD

STRENGTHEN FINANCIAL HEALTH

Net Revenue ($M)
- Good → $172
- $836

IPR Cost Expenditure ($B)
- Good → $1.811
- $1.814

Days Cash on Hand
- Good → 60+
- 243

CAPEX (SM)
- Good → $887
- $737

Debt to Asset Ratio
- Good → 83%

Borrowing Authority Remaining ($B)
- Good → $1.5+
- EOY and 10-year achieved
Total expense and revenue in millions of dollars

- **BP-22 Rate Case**
- **Q3 Forecast**

### Non-IPR
- Total $2,657
- $1,362
- $1,295

### IPR
- Total $1,459
- $1,459
- $1,289

### Variance
- Non-IPR: $97m
- IPR: $(6m)

### Total
- Non-IPR: Total $2,748
- IPR: Total $2,793

### Variance
- Non-IPR: $91m
- IPR: $(702M)
Total expense and revenue in millions of dollars

- BP-22 Rate Case
- Q3 Forecast

Expense:
- Non-IPR
  - Total $1,118
  - Variance ($2m)
  - Variance ($17m)
- IPR
  - Variance $15m
  - $511
  - $526

Revenues:
- $1,163
- $1,209
- Variance $46m

Variance:
- Total $1,116
- Total $1,118
- $15m
- ($17m)
- ($2m)
Financial Reserves Policy thresholds and reserves for risk

- Cost recovery adjustment clause
- Surcharge
- No action
- Reserves distribution clause

Reserves (in $ millions)

- Agency: 1,594
- Power: 1,318
- Transmission: 276

Days Cash
- Agency: 243
- Power: 273
- Transmission: 159

*Thresholds are triggered using the official end of year Reserves For Risk actuals. Please view the GBR Technical Workshop materials for additional information.
AGENCY CAPITAL EXPENDITURES

FCRPS Capital
in millions of dollars

Rate Case 887
Power* 65
Transmission** 70
F&W 24
Corporate 9
FY22 Q3 Forecast 737

*Includes Fed Hydro, Power IT, and Facilities (Power portion)

**$19 million of Transmission’s $70 million variance to rate case is due to customer driven Projects Funded in Advance (PFIA)
• BP-24 Integrated Program Review

• Financial Plan Refresh

• Bond deal

• QBR Technical Workshop
STATE OF THE BUSINESS

John Hairston, ADMINISTRATOR and CEO
STRATEGIC GOALS

#1 STRENGTHEN FINANCIAL HEALTH

#2 MODERNIZE ASSETS & SYSTEM OPERATIONS

#3 PROVIDE COMPETITIVE POWER PRODUCTS & SERVICES

#4 MEET TRANSMISSION CUSTOMER NEEDS EFFICIENTLY & RESPONSIVELY

#5 VALUE PEOPLE & DELIVER RESULTS
- **Provider of Choice Workshop,** Tuesday, August 16, from 9 a.m. to noon.
- **QBR Technical Workshop,** Tuesday, August 16, from 1 to 3 p.m.
- **Commercial Business Process Improvement Customer Conference Call,** Wednesday, August 17, 10:30 to 11 a.m.
- **Administrator's Excellence Awards,** Wednesday, August 17, from 1:30 to 3:30 p.m.
- **Energy Efficiency webinar: Industrial Adjustable Speed Drives market insights and savings,** Thursday, August 18, from 10 to 11 a.m.
- **Provider of Choice Workshop,** Wednesday, August 31, from 9 a.m. to noon.
- **Provider of Choice Workshop,** Thursday, September 8, from 9 a.m. to noon.
- **Resource Adequacy Engagement Workshop,** Monday, September 12, from 9 a.m. to noon.
- **Resource Adequacy Decision Process Meeting,** Tuesday, September 13, from 9 a.m. to 4 p.m.
- FY2023 Net Requirements (Slice/Block) Public Notice.
  - Closes August 12, 2022.
- Columbian White-Tailed Deer Land Acquisitions and Translocations Project.
- FY 24-25 Rate Period High Water Mark.
  - Closes August 17, 2022.
The next QBR will be held on
Tuesday November 8, 2022

Didn’t get your question answered?
Email Communications@bpa.gov. Answers will be provided at the QBR technical workshop if possible, or posted to www.bpa.gov/qbr.
FINANCIAL DISCLOSURE

This information was made publicly available on August 9, 2022 and contains information not sourced directly from BPA financial statements.