

# Power Stabilization Fund Update

- NBU Board of Trustees Meeting

- January 30, 2025



# TEA Analysis

- Reviewed last years calculation and updated data
- Conducted analysis based on stochastic modeling
- Looked at 1000 iterations

## Mission

Strengthening our community by providing resilient essential services

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## Vision

Be a trusted community partner dedicated to excellence in service

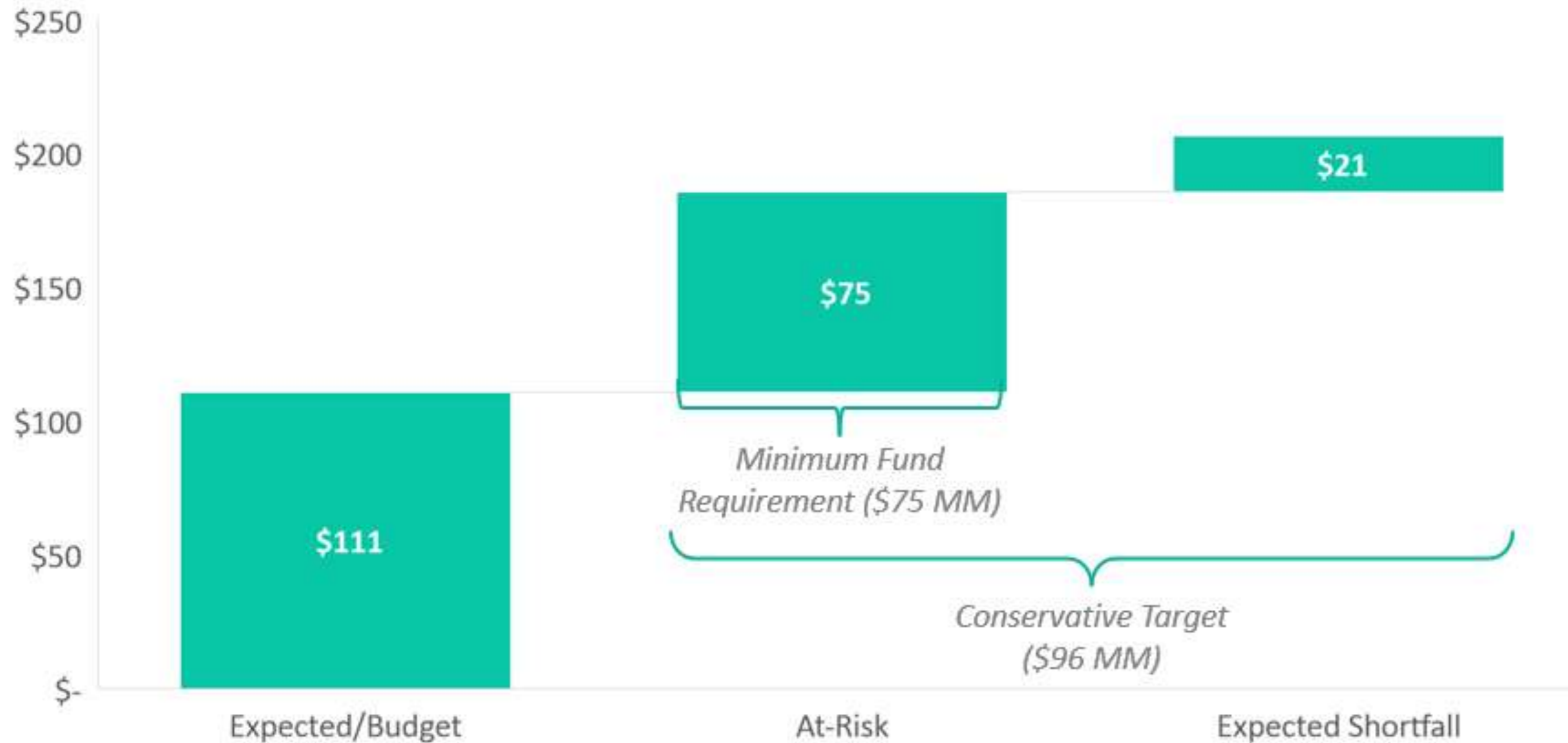
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## Core Values

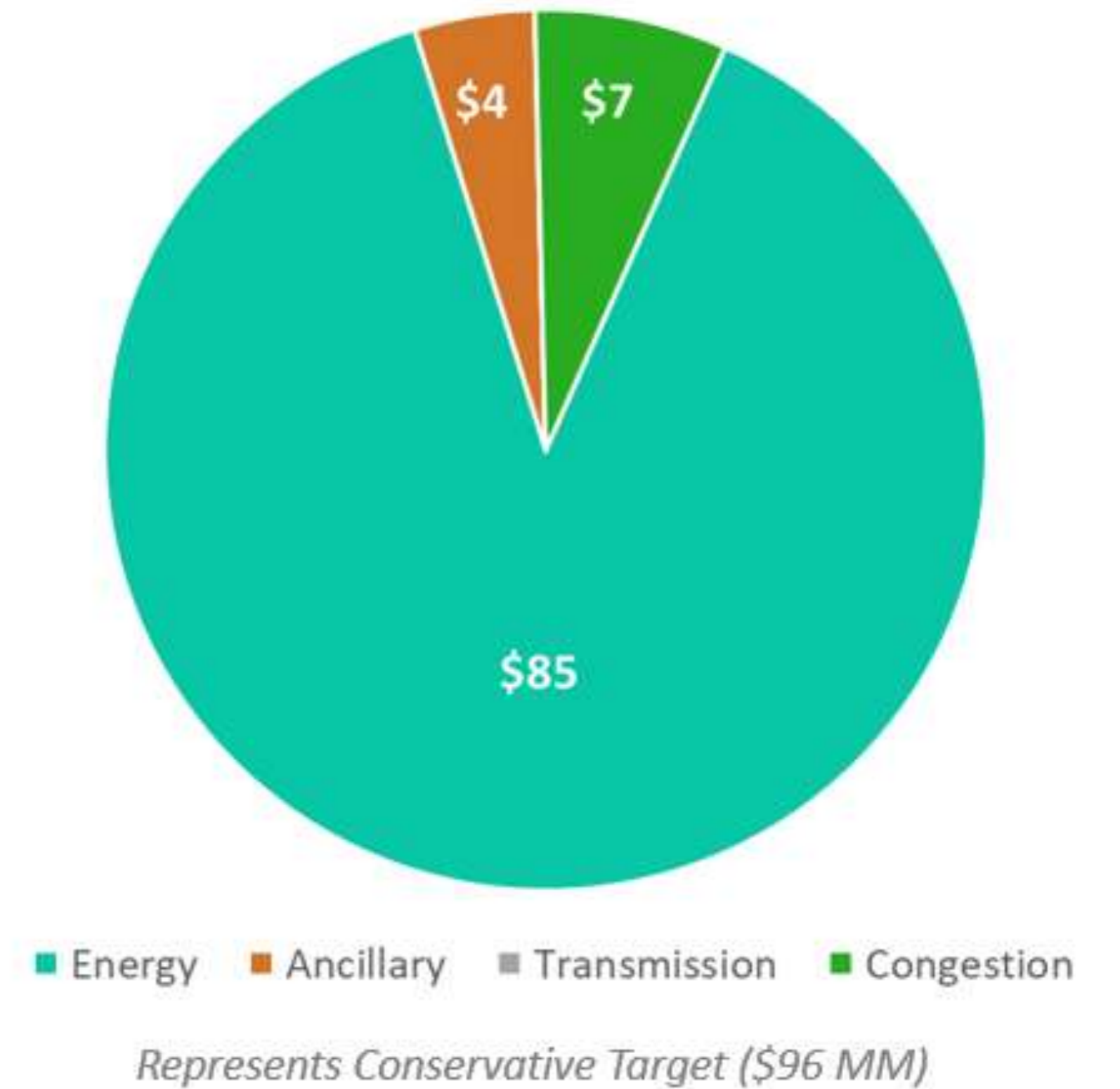
Safety, Team, Integrity, Culture, and Stewardship

# TEA Analysis

Power Stabilization Fund - Recommendation (\$ MM)



Power Stabilization Fund by Component (\$ MM)

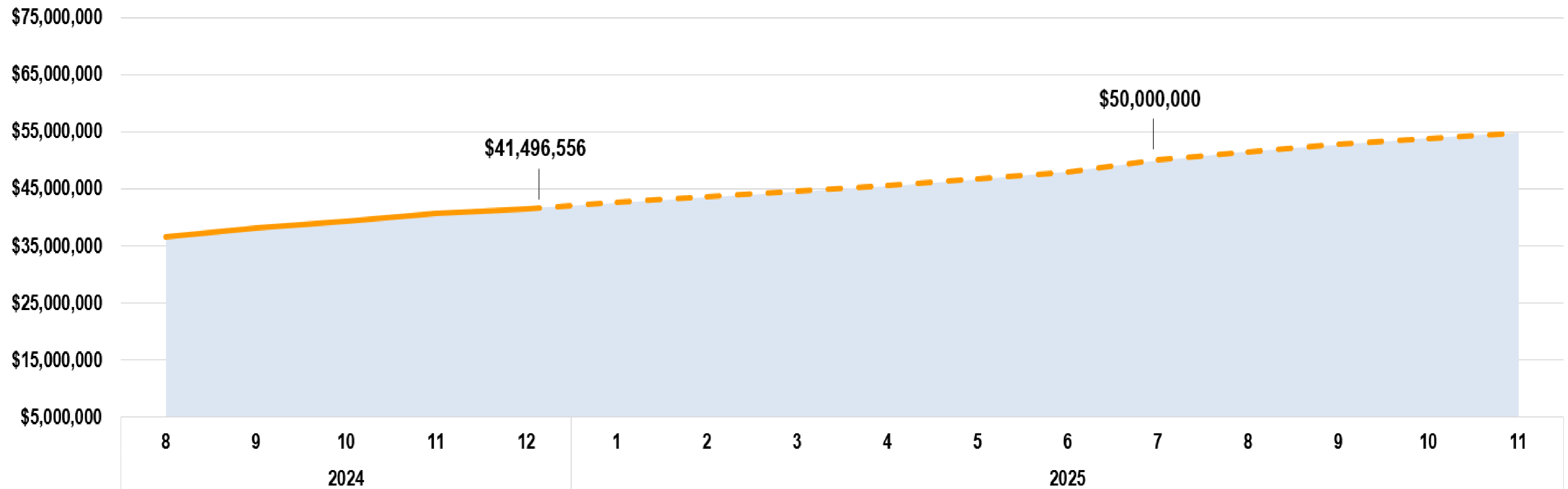


# PSF Management

- **~\$95MM appears “steady-state” Expected Shortfall assuming reasonable pricing and hedging practices**
  - PSF (FY 25/26) → \$96MM
  - PSF (FY 24/25) → \$91MM
- **Consider deviating from the above target when/if NBU system changes materially**
  - Structural decision to hedge more
  - Loss of generation resource
  - Addition of generation resources pursuant to IRP (e.g., CT)

# Power Supply Fund Progress

**\*PSF Fund Full  
FY28, \$95M**



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# Plan

- Continue with the current \$95M target
- Fund full target FY28
- Analysis updated annually

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