



Serving our customers

Energy Risk Management / Power Supply Update

May 28, 2025

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TACOMA POWER
TACOMA PUBLIC UTILITIES

Power Supply

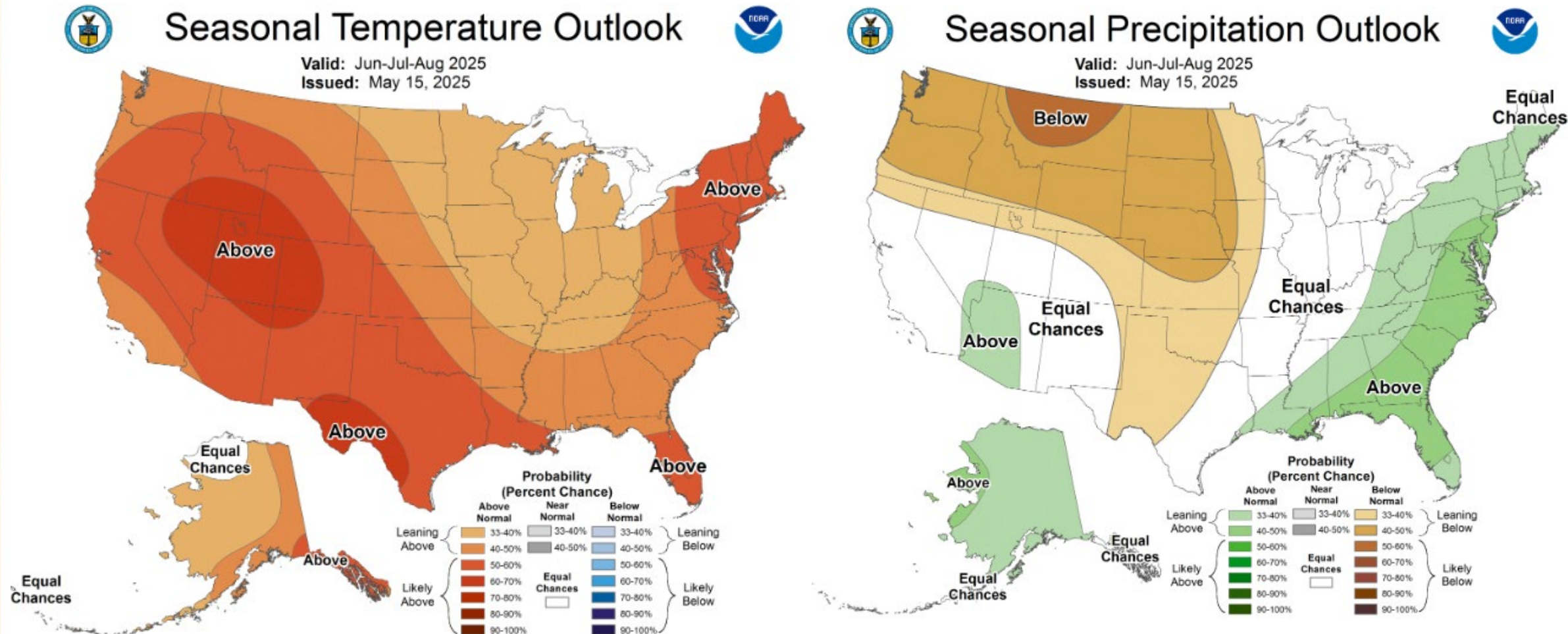
Section 1

Graph 1: Tacoma Power Hydroelectric Resource Overview

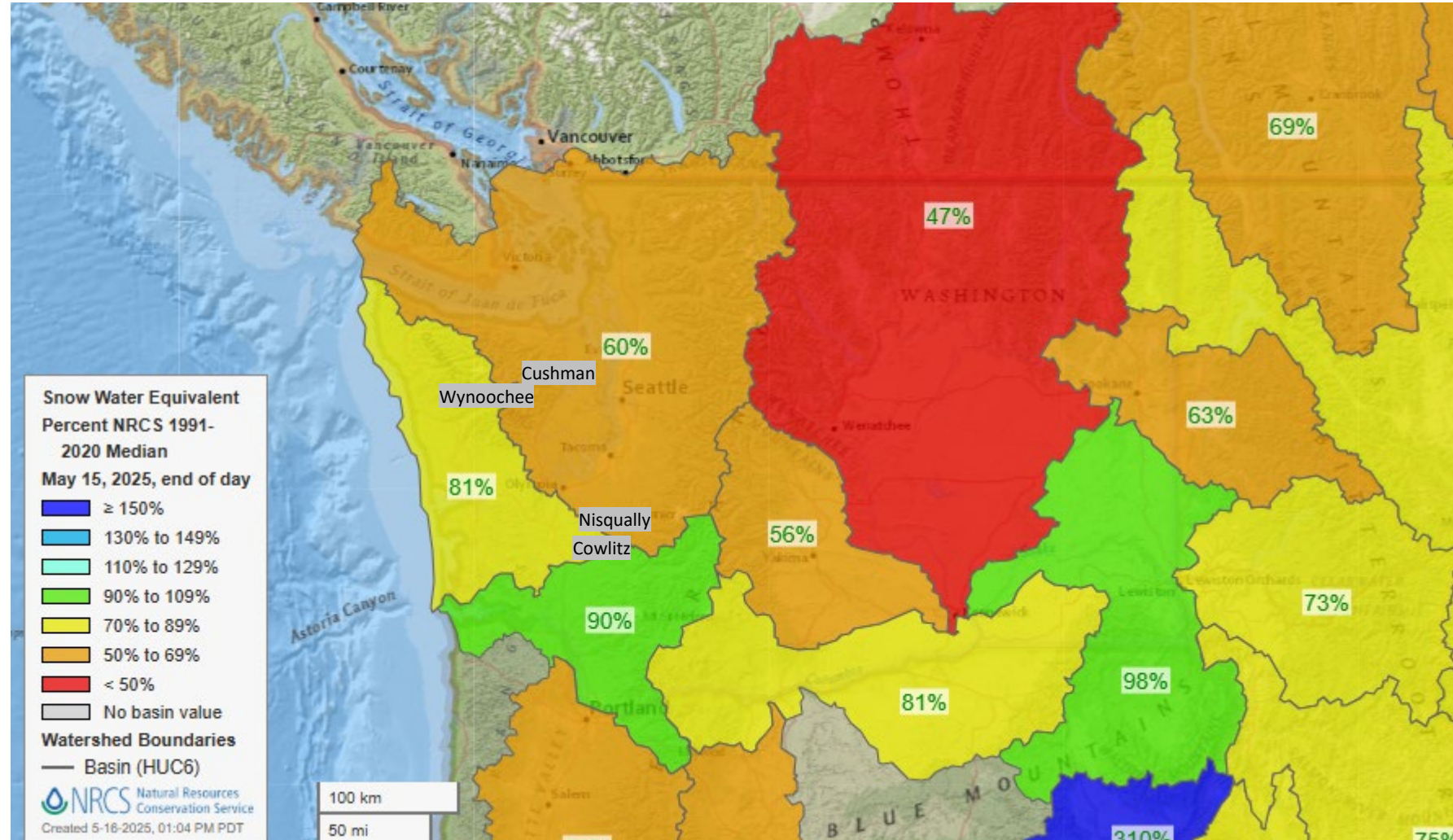
(Map of Tacoma Power's Hydroelectric Projects and the Federal System)



Graph 2: Seasonal Outlook Expecting Above Average Temperatures and Below Average Precipitation, Spring and Summer Expected to be Warmer and Drier

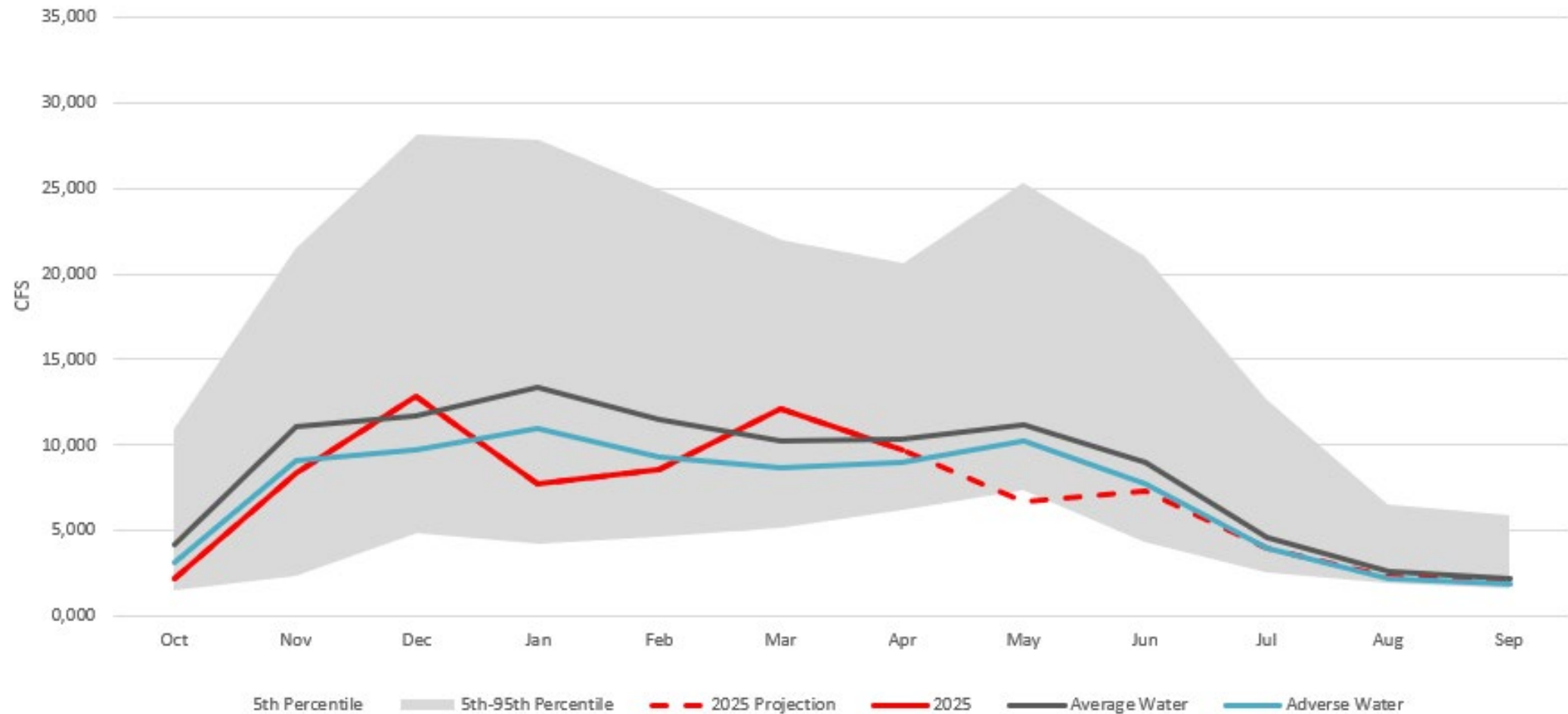


Graph 3: Snowpack in Upper Columbia is well below normal of Median (1991-2020), Southern Pacific Northwest Basins are in better condition



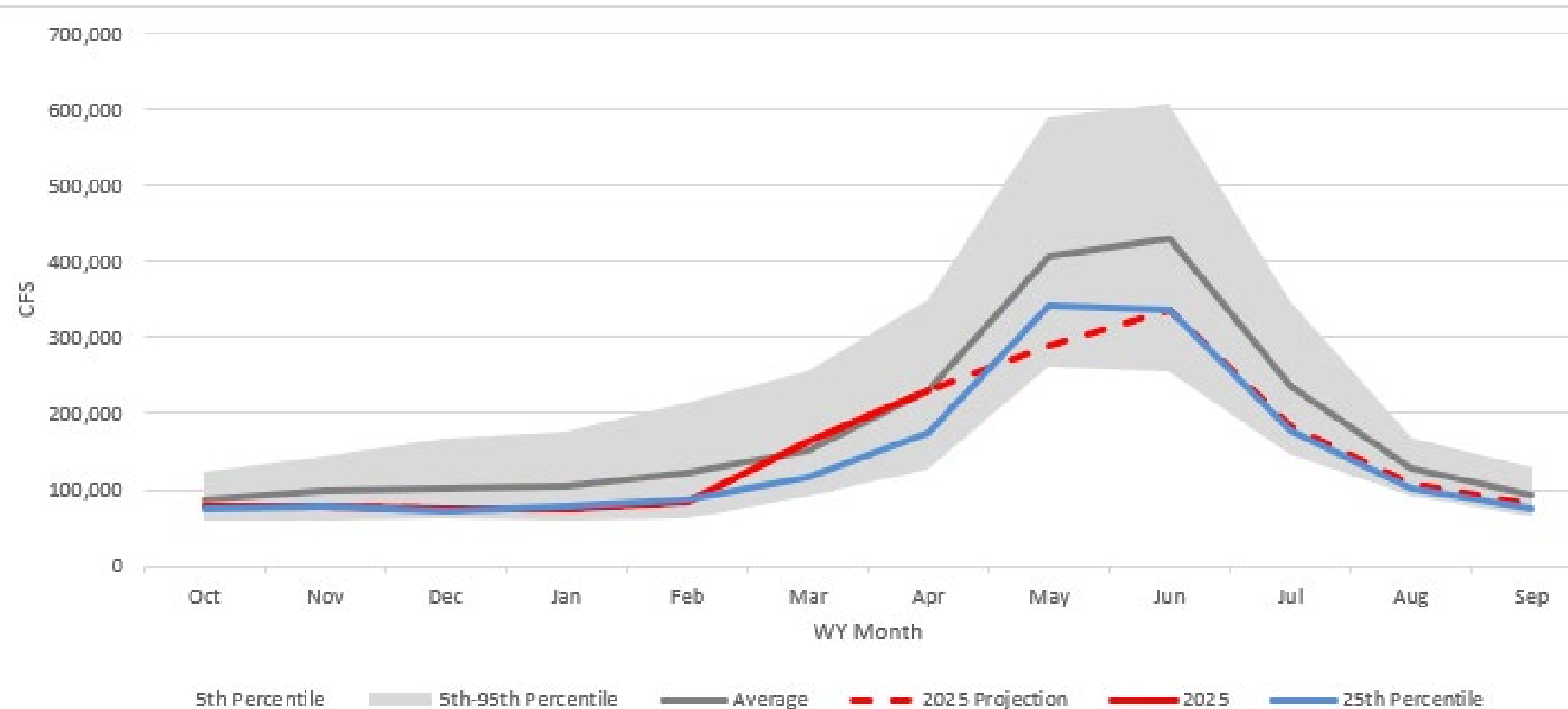
Graph 4: Tacoma System Inflows – WY 2025 Characterized by Below Average Flows

(Tacoma System Hydro Inflows, Historical Years 1929 – 2025 YTD)

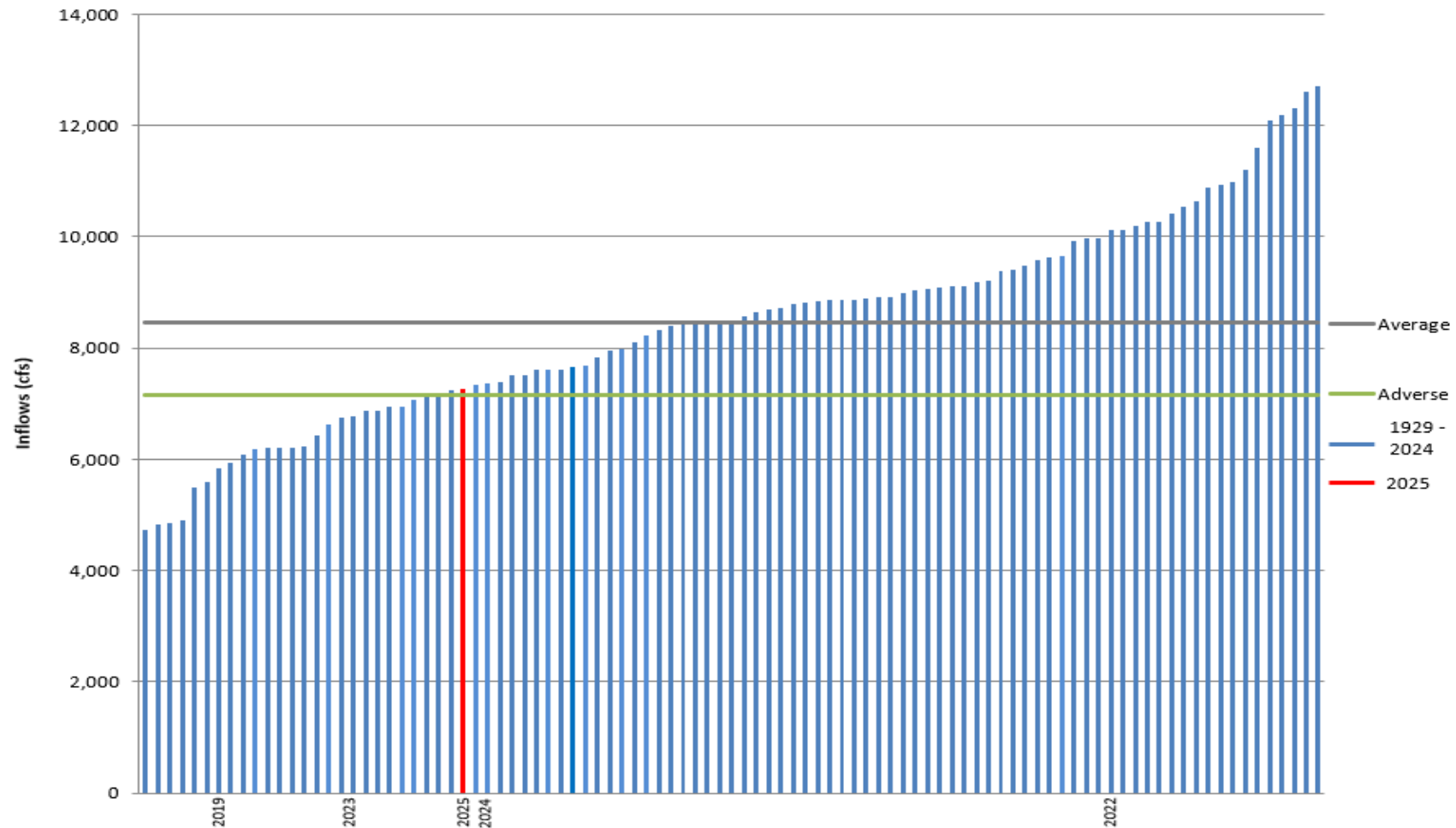


Graph 5: Federal System Inflows – May Runoff, Dry Spring and Summer Expected

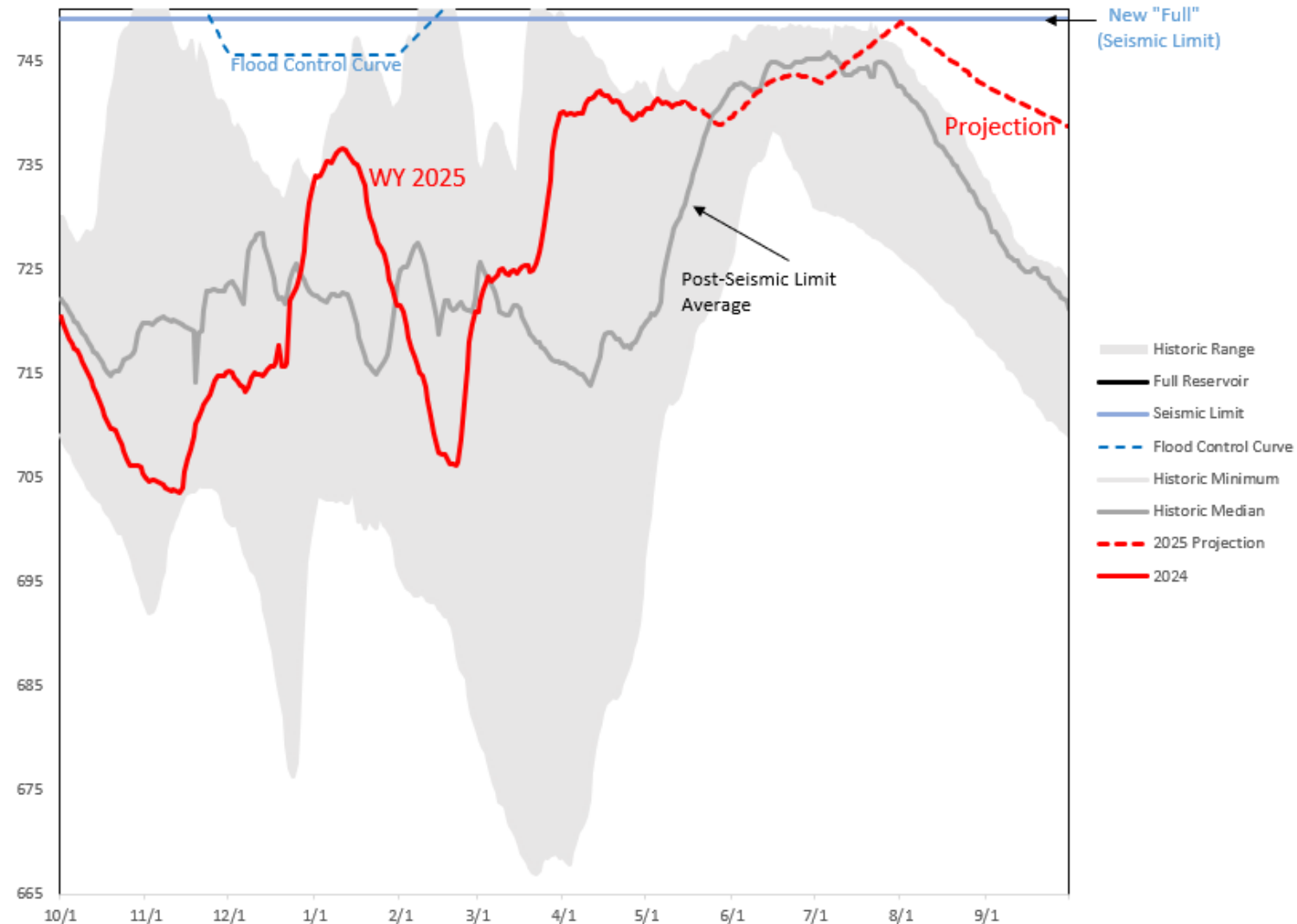
(Federal System Hydro Inflows, Years 1961 – 2025 YTD)



Graph 6: WY 2025 Tacoma System Inflows – Between Average and Adverse
(Tacoma System Inflows Annual Avg., Years 1929 – 2025)

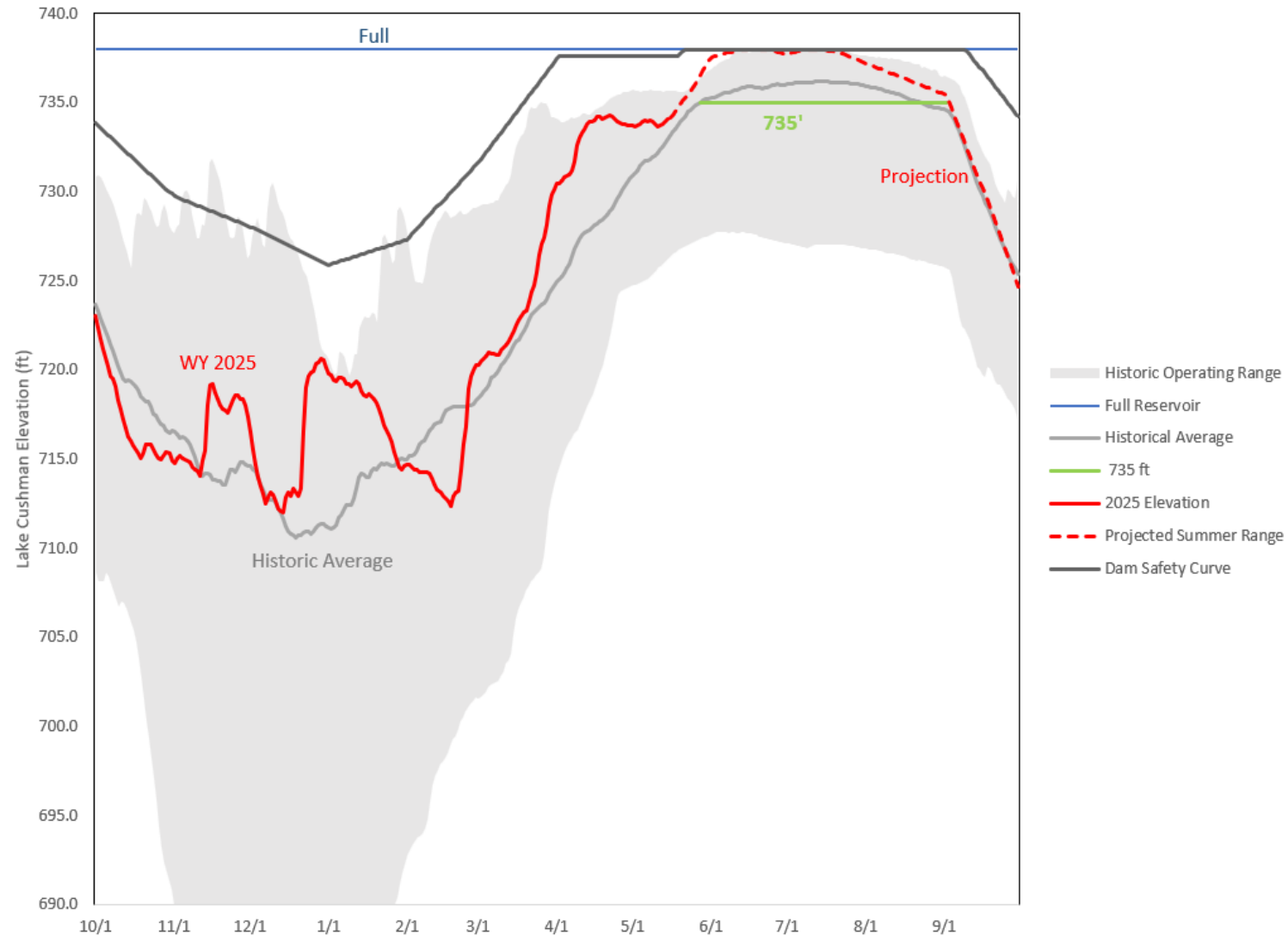


Graph 7: Ran Conservatively through Winter, Continuing through Spring
(Cowlitz Elevation, WY 2025 vs. Years 2017-2024)



Graph 8: Cushman Project Elevation – Approaching Refill and Running Conservatively

(Cushman Elevation, WY 2025 vs. Years 2012-2024)



Wholesale Net Revenues

Section 2

Energy Risk Management Overview

Energy Risk Management Program Objective

The objective of the program is to **manage the variability** from our power supply portfolio.

Program Components

Identify &
Quantify Risks

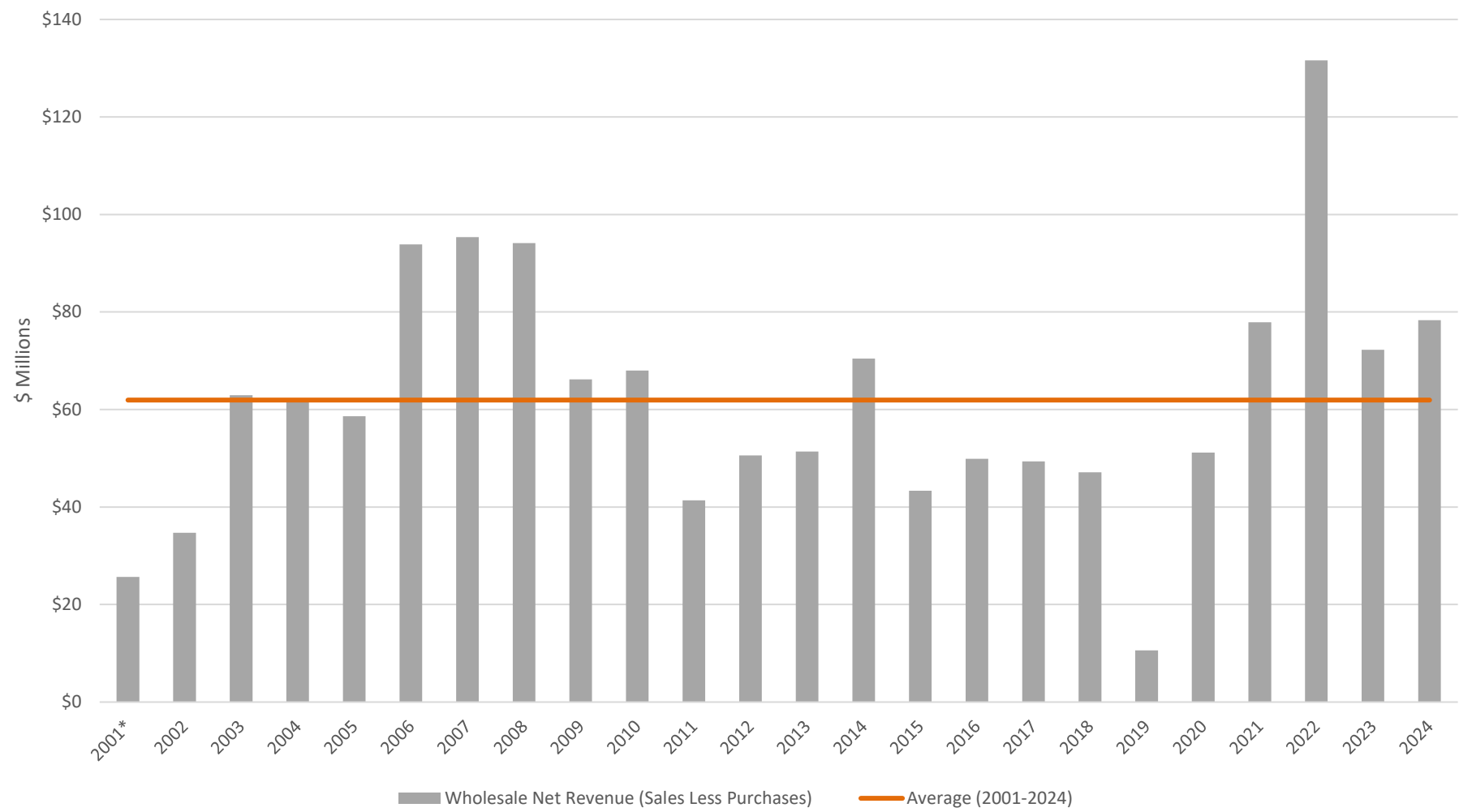
Risk Tolerance &
Policies

Hedging Program
& Metrics

Trade Controls &
Processes

Monitor & Report
Risks

Graph 9: Wholesale Revenues are Historically Volatile

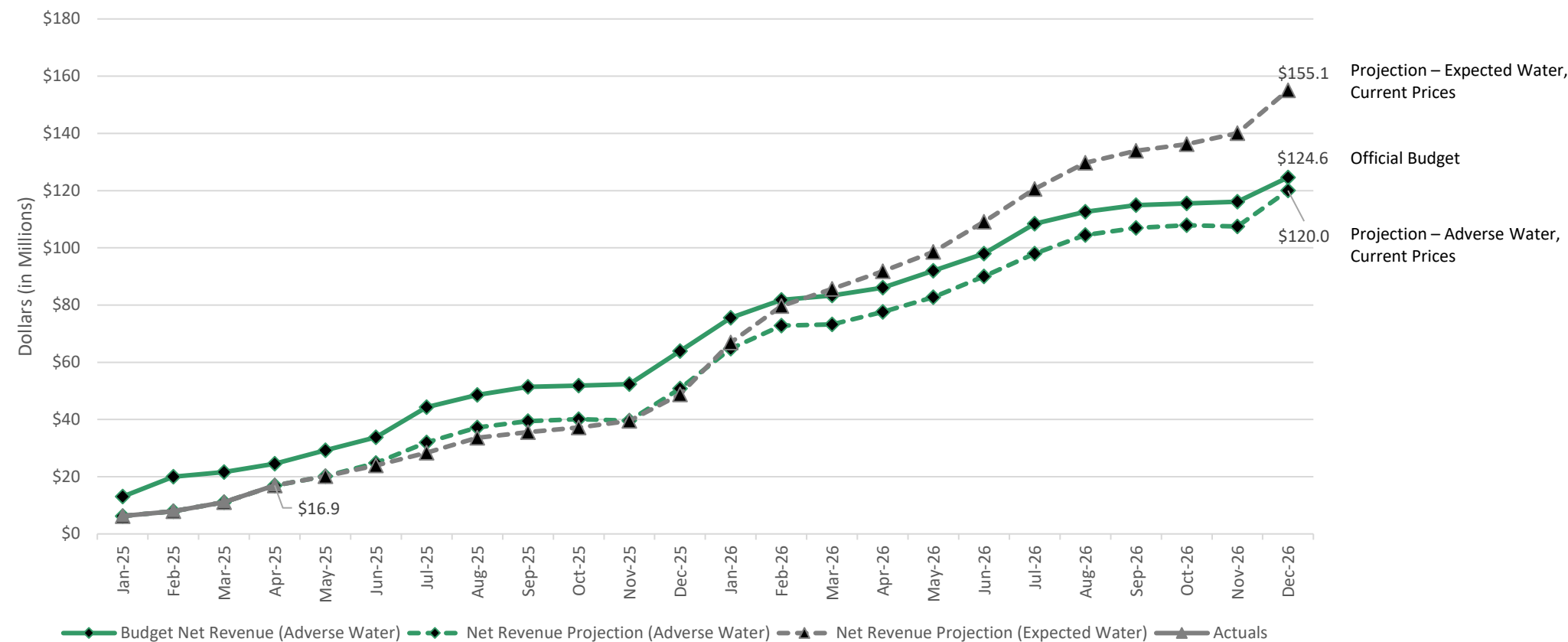


*Does not include purchases (data not available)

Wholesale Net Revenues – 2025/2026

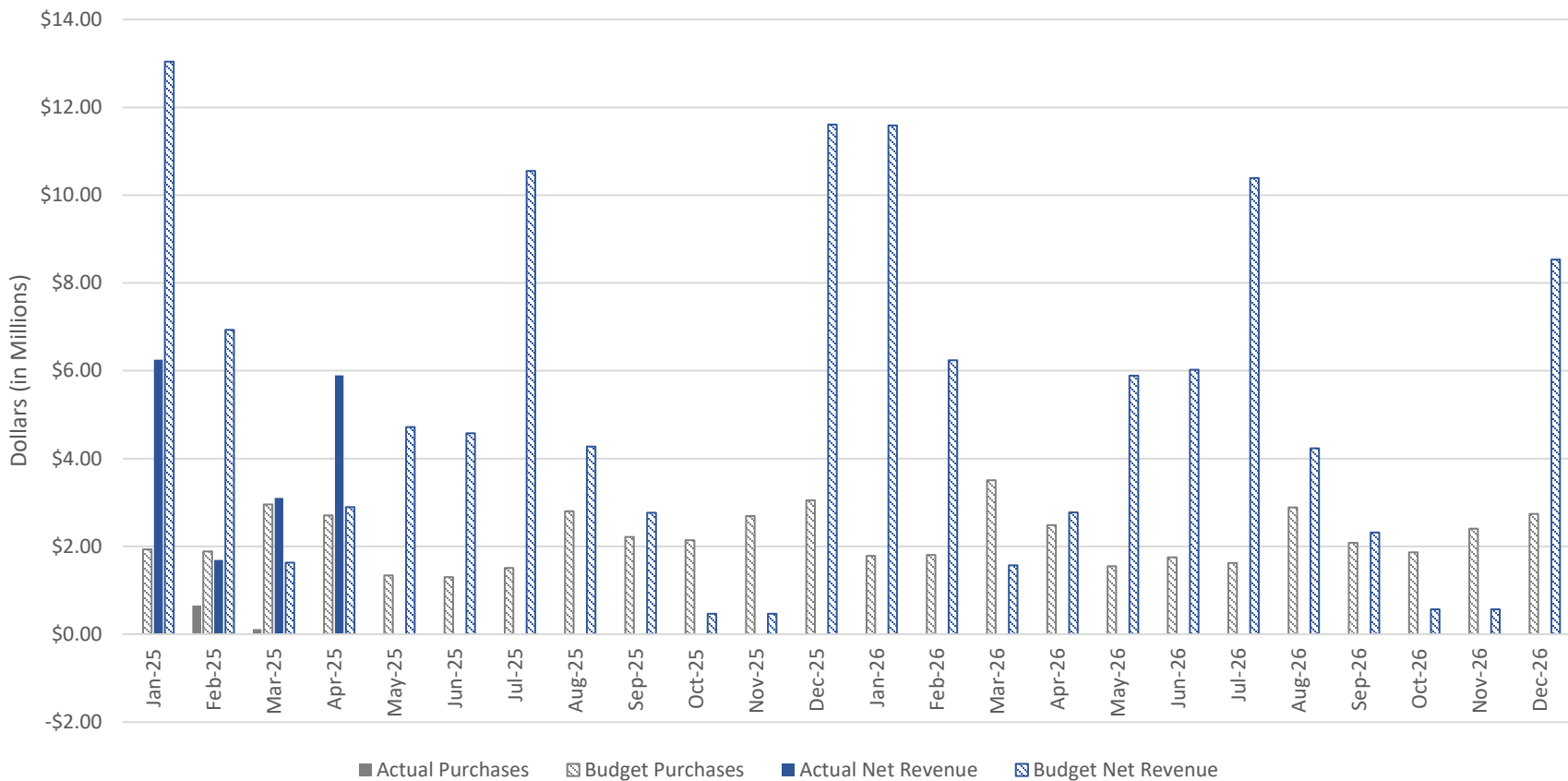
Graph 10: Low Wholesale Market Prices Suppress 2025 Net Revenues

(Cumulative Actual vs. Budget Wholesale Net Revenues, 2025 – 2026)



Wholesale Net Revenues – 2025/2026

Graph 11: January and February Net Revenues Below Budget, March and April Above Budget
(Monthly Actual vs. Budget Wholesale Purchases and Net Revenues)



Graph 12: Probability of Exceeding Budget is Highly Variable at Beginning of Biennium

(Risk Model Simulation of Biennial Net Revenues, 2025-2026)

