



Jacob A. Williams
General Manager and CEO

MEMORANDUM

TO: FMPA Board of Directors & Executive Committee
FROM: Jacob Williams
DATE: February 26, 2026
RE: FMPA Special Called Executive Committee Meeting Friday, February 27, 2026 at 10:00 a.m. Via Teams (Board of Directors Members are Invited to Attend)
PLACE: Via Teams

Javier Cisneros, Presiding

DIAL-IN INFO – [+1-321-299-0575](tel:+13212990575),2752750023750#

TEAMS LINK –

<https://teams.microsoft.com/meet/2752750023750?p=8Tf8sGf6NAevGOZJ0a>

AGENDA

1. Call to Order, Roll Call, Declaration of a Quorum
2. Set Agenda
3. Action Item - Approval of Rate Smoothing For Cold Weather Event (Jason Wolfe) 2
4. Information Item
 - a. FGU Directive For Black Belt Prepaid Gas Transaction (Rich Popp)..... 8
 - b. Stanton I Update (Board Members are Invited to Attend) (Jody Finklea/Ken Rutter)... 12
5. Member Comments
6. Adjournment

JW/su

The participants in the above-referenced public meeting will conduct the public meeting by telephone, via a telephone conference hookup. There will be a speaker telephone made available for any interested person to attend this public meeting and be fully informed of the discussions taking place by telephone conference hookup at FMPA’s headquarters, located at 8553 Commodity Circle, Orlando, Florida 32819-9002. If anyone chooses to appeal any decision that may be made at this public meeting, such person will need a record of the proceedings and should accordingly ensure that a verbatim record of the proceedings is made, which includes the oral statements and evidence upon which such appeal is based. This public meeting may be continued to a date and time certain, which will be announced at the meeting. Any person requiring a special accommodation to participate in this public meeting because of a disability, should contact FMPA at (407) 355-7767 or 1-(888)-774-7606, at least two (2) business days in advance to make appropriate arrangements. Any interested person may contact FMPA for more information on this public meeting by calling (850) 297-2011 or (877) 297-2012 or writing to: Open Government Law Compliance Coordinator, Florida Municipal Power Agency, 2061-2 Delta Way, Post Office Box 3209, Tallahassee, Florida 32315-3209.



3 – Approval of Rate Smoothing for Cold Weather Event

Executive Committee

February 27, 2026

Seeking EC Approval of Cash Support for Rate Setting

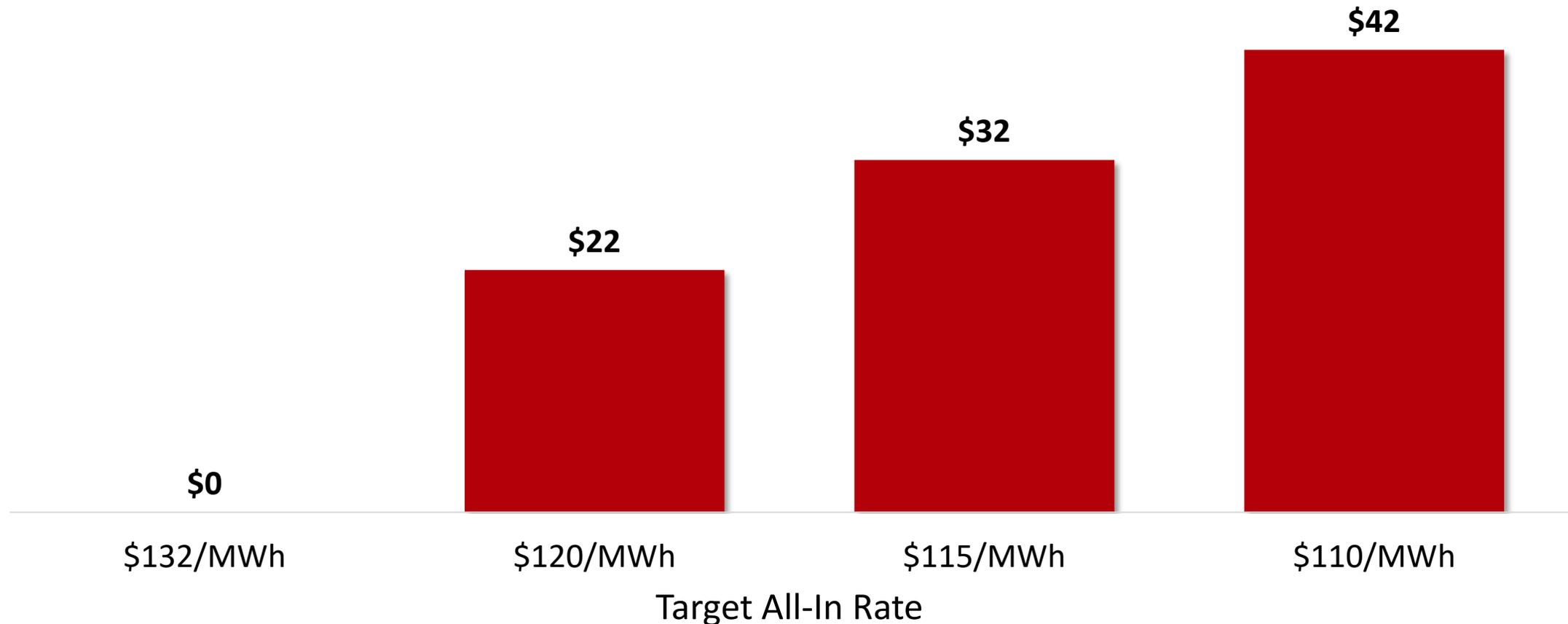
Winter Storm Fern Led to Single Month Cost & Rate Spike

- At Feb. EC meeting, discussed options to smooth rates due to high costs from Winter Storm Fern
- February rates projected ~\$132/MWh with costs ~\$124/MWh
 - Feb. \$ expenses projected higher than high volume summer months
 - Still substantial uncertainty around gas and purchased power expenses
- Staff proposing a combination of \$10M General Reserve funds and ~\$20M Line of Credit as “cash support” for Feb. rate of ~\$115/MWh
- Feb. "smooth" rate has no material adverse impacts to ARP cash position or rates

\$32M Needed to Reduce Feb. Rate to \$115/MWh

Each \$5/MWh Reduction Requires \$10M Additional Funds

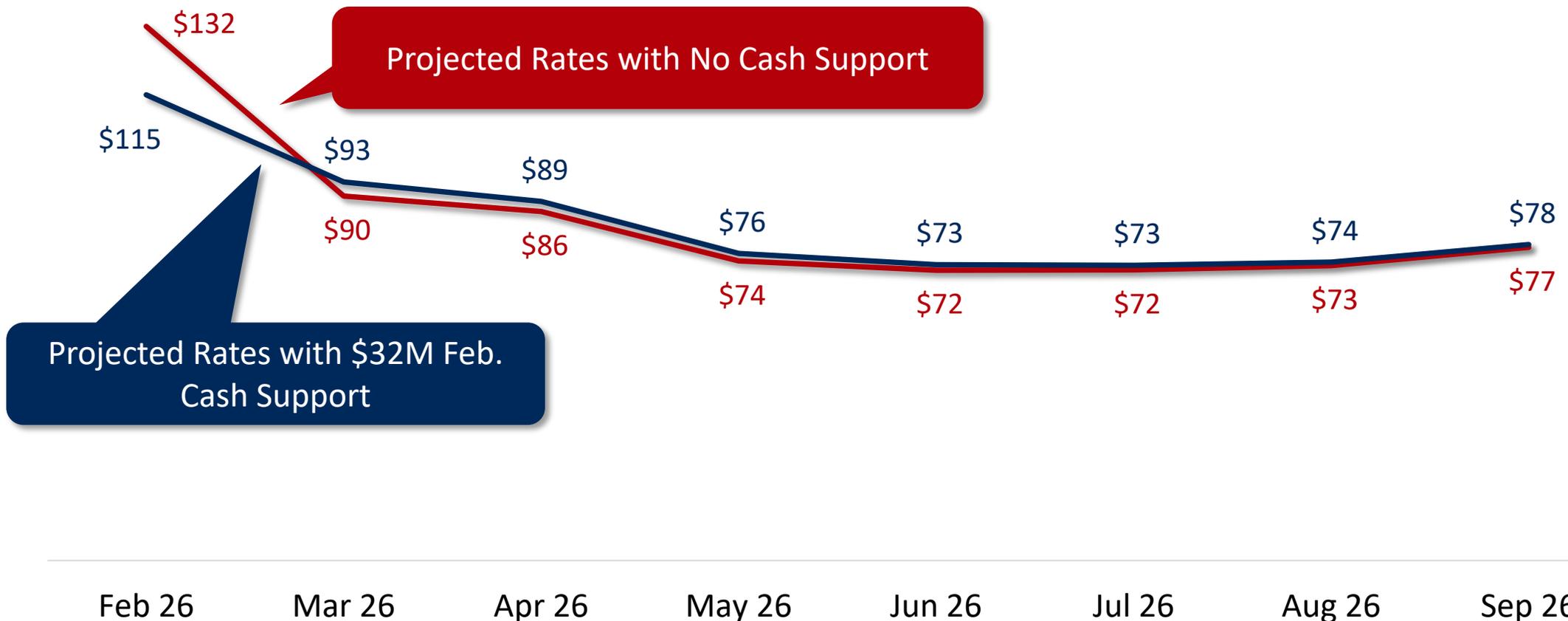
Cash Support Needed to Reach February All-Rate Target Levels (\$Millions)



\$32M Cash Support Reduces Feb. Rates ~\$17/MWh

Remainder of FY26 Projected \$1-3/MWh Higher

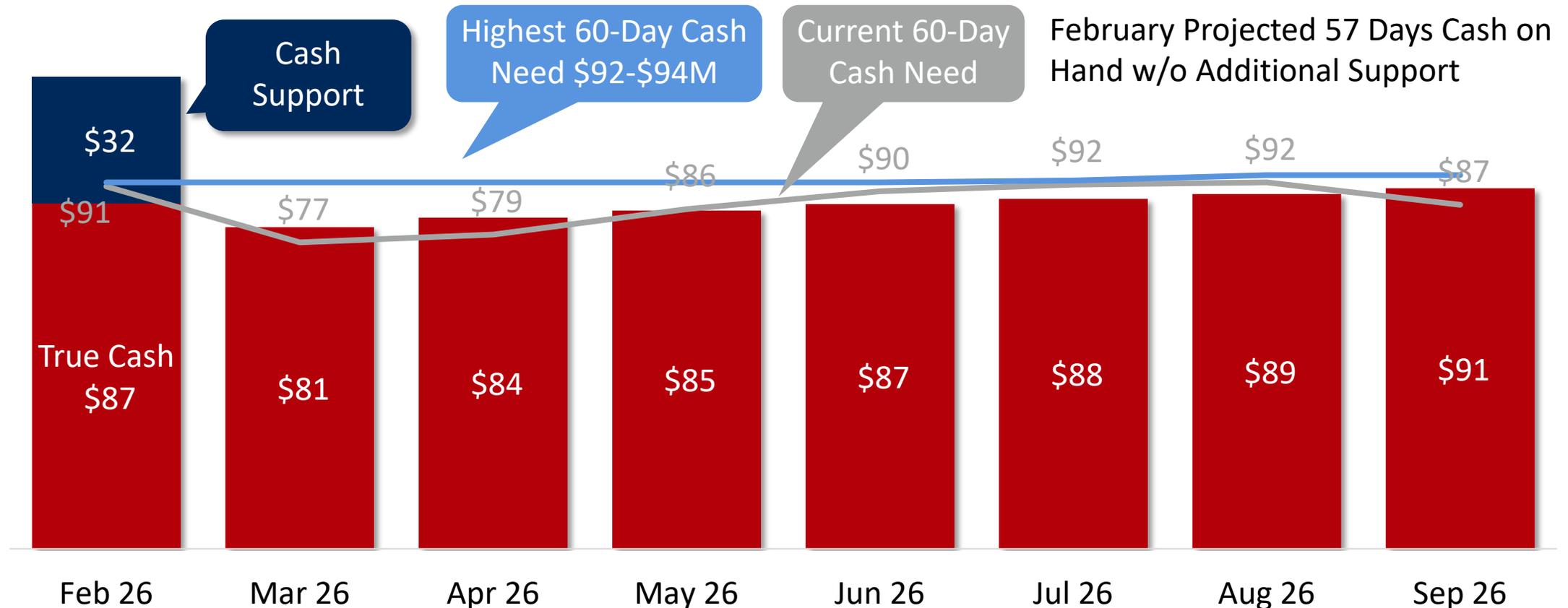
Projected ARP All-In Rates (\$/MWh)



ARP Has Sufficient Liquidity for Near-Term Cash Needs

No Danger of ARP Being Unable to Pay Bills

Projected ARP Cash Balance and 60-Day Cash Need (\$Millions)



Recommended Motion

- Move approval of authorizing staff to utilize the General Reserve Fund and Line of Credit as cash support for rate setting for up to two months in order to set the all-in rate for February at \$115/MWh.



4 – FGU Directive For Black Belt Prepaid Gas Transaction

Executive Committee

February 27, 2026

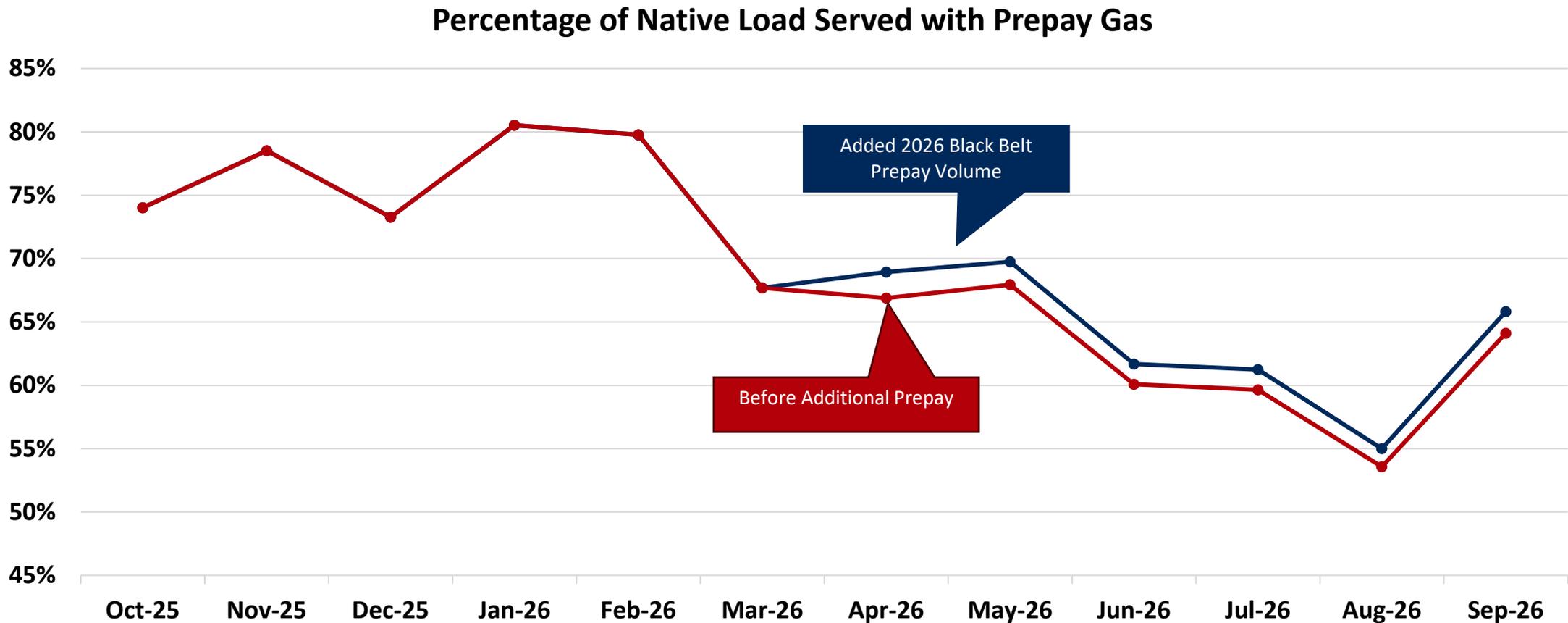
19th Prepay Gas Opportunity for Summer Only Volume

Black Belt Energy Going to Market for Min. \$0.50 Discount

- Black Belt expects to go to market in the next three weeks
 - 30-year Summer only, April-September, 2,500 MMBtu per day
 - Minimum Discount of \$0.50 MMBtu
 - FMPA expected savings per year of \$225,000
 - Initial Discount Period or “Put” period is yet to be decided
 - Establish Directive process with FGU
 - FGU direct relationship with Black Belt Energy
 - FMPA/FGU same as other directives, loss of load, and generation exit path

ARP Can Easily Add Summer-Only Prepay Volume

Average Addition of 1.7% Prepay at \$0.50 Discount



Next Steps

Action Approval Item At the March EC Meeting



4b – Stanton I Update - Verbal

Executive Committee

February 27, 2026