

## 1.0 FY 2026 Funding Summary

(\$ in 000s)

1		2	5
		Reference	Total <sup>2</sup>
1	LUMA Incremental Budget	Schedule 1.1	\$ 277,918
2	External Funding not Identified for FY26		44,000
3	Outage Reserve		30,000
4	<b>Total Incremental Funding Request</b>		<b><u>\$ 351,918</u></b>

# 1.1 FY 2026 Annual Budgets Summary

(\$ in 000s)

1	2	3	4	5
	Reference	O&M <sup>2</sup>	NFC <sup>2</sup>	Total <sup>2</sup>
1	Transmission & Distribution			
2	FY2025 Submitted Budget <sup>1</sup>	\$ 567,402	\$ 125,259	\$ 692,661
3	Inflation	19,507	4,306	23,814
4	Default Budget	\$ 586,909	\$ 129,566	\$ 716,475
5	Incremental Funding Requirement - LUMA <sup>1</sup>	Schedule 1.2 67,742	186,363	254,105
6	FY2026 Budget <sup>1</sup>	\$ 654,651	\$ 315,929	\$ 970,580

Notes:

- <sup>1</sup> Amounts include the 2% Reserve for Excess Expenditure
- <sup>2</sup> Figures may not add up due to rounding.

1.2 Transmission & Distribution Operating Budget

(\$ in 000s)

	1	2	3	4	5	6																	12	13	14	15	16				
	FY2025					FY2026					FY2026					FY2026					FY2026					Variance (\$)					
	Customer Experience	Operations	Utility Transformation	Support Services	FY2025	Customer Experience	Operations	Utility Transformation	Support Services	FY2025	Customer Experience	Operations	Utility Transformation	Support Services	FY2025	Customer Experience	Operations	Utility Transformation	Support Services	FY2025	Customer Experience	Operations	Utility Transformation	Support Services	FY2025	Customer Experience	Operations	Utility Transformation	Support Services	FY2025	
Labor <sup>1</sup>																															
1 Salaries, Wages and Benefits	45,632	141,886	22,779	70,108	280,406	47,201	146,764	23,563	72,518	290,046	0	9,076	0	0	9,076	47,201	155,840	23,563	72,518	299,122	(1,569)	(13,954)	(783)	(2,410)	(18,716)						
2 Total Labor	45,632	141,886	22,779	70,108	280,406	47,201	146,764	23,563	72,518	290,046	0	9,076	0	0	9,076	47,201	155,840	23,563	72,518	299,122	(1,569)	(13,954)	(783)	(2,410)	(18,716)						
Non-Labor																															
3 Materials & Supplies	8	12,931	2,107	10,986	26,032	8	13,376	2,179	11,364	26,927	-	-	-	-	-	8	13,376	2,179	11,364	26,927	(0)	(445)	(72)	(378)	(895)						
4 Transportation, Per Diem, and Mileage	436	6,825	3,762	782	11,804	451	7,060	3,891	808	12,210	-	-	-	-	-	451	7,060	3,891	808	12,210	(15)	(235)	(129)	(27)	(406)						
5 Property & Casualty Insurance	-	7	2	18,540	18,549	0	7	2	19,178	19,187	-	-	-	-	-	-	7	2	19,178	19,187	0	(0)	(0)	(637)	(638)						
6 Security	-	-	-	7,275	7,275	0	0	0	7,525	7,525	-	-	-	-	-	-	-	-	7,525	7,525	0	0	0	(250)	(250)						
7 IT Service Agreements	-	37	-	27,197	27,234	0	38	0	28,132	28,170	-	-	-	11,371	11,371	-	38	-	39,503	39,541	0	(1)	0	(12,306)	(12,307)						
8 Utilities & Rents	160	1,174	782	6,624	8,740	166	1,214	809	6,852	9,040	-	-	-	3,204	3,204	166	1,214	809	10,056	12,244	(6)	(40)	(27)	(3,432)	(3,504)						
9 Legal Services	7	30	1,013	7,193	8,243	7	31	1,048	7,440	8,526	-	-	-	-	-	7	31	1,048	7,440	8,526	(0)	(1)	(35)	(247)	(283)						
10 Communications Expenses	-	93	-	61	153	0	96	0	63	159	-	-	-	-	-	-	96	-	63	159	0	(3)	0	(2)	(5)						
11 Professional & Technical Outsourced Services	39,157	17,538	7,293	45,735	109,723	40,503	18,141	7,544	47,307	113,495	4,537	18,745	-	500	23,782	45,040	36,886	7,544	47,807	137,277	(5,883)	(19,348)	(251)	(2,072)	(27,554)						
12 Vegetation Management	-	50,000	-	-	50,000	0	51,719	0	0	51,719	-	18,981	-	-	18,981	-	70,700	-	-	70,700	0	(20,700)	0	0	(20,700)						
13 Other Miscellaneous Expenses	-	393	119	7,606	8,118	0	406	123	7,867	8,397	-	-	-	-	-	-	406	123	7,867	8,397	0	(14)	(4)	(261)	(279)						
14 Total Non-Labor / Other Operating Expense	39,768	89,027	15,077	131,999	275,871	41,135	92,088	15,596	136,537	285,355	4,537	37,726	0	15,075	57,338	45,672	129,813	15,596	151,612	342,693	(5,904)	(40,786)	(518)	(19,613)	(66,822)						
15 Subtotal Labor and Non-Labor/Other Operating Expenses	85,400	230,913	37,857	202,107	556,276	88,336	238,852	39,158	209,055	575,401	4,537	46,802	0	15,075	66,414	92,873	285,654	39,158	224,130	641,815	(7,473)	(54,740)	(1,302)	(22,023)	(85,538)						
16 2% Reserve for Excess Expenditures	-	-	-	-	11,126	-	-	-	-	11,508	-	-	-	-	1,328	-	-	-	-	12,836	-	-	-	-	-	(1,711)					
17 Total Operating Budget	85,400	230,913	37,857	202,107	567,402	88,336	238,852	39,158	209,055	586,909	4,537	46,802	0	15,075	67,742	92,873	285,654	39,158	224,130	654,651	(7,473)	(54,740)	(1,302)	(22,023)	(87,249)						

Notes:  
<sup>1</sup> Figures may not add due to rounding.

1.3 Improvement Portfolio and Initiative Summary

(\$ in 000s)

Inflation Rate	0.03438
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			FY25 Approved Budget				Emergency Rate Budget		
Portfolio	Initiative	Department	FY2025 Non-Federal Funded CapEx	PREB ADJ FINAL APPROVED BUDGET	PREB FINAL APPROVED BUDGET	Final Budget Amendment	Budget Amendment with 3.4% Inflation	Non-Controversial Initiatives	FY26 Emergency Rate Budget
Customer Experience			25,161	(356)	24,805	21,436	737	811	22,983
Customer Experience	Distribution Streetlighting	Engineering and Asset Mgmt	-	-	-	-	-	-	-
Customer Experience	Billing Accuracy & Back Office	Customer Experience	207	(207)	-	-	-	-	-
Customer Experience	Standardized Metering & Meter Shop Setup	Operations	192	-	192	-	-	11	11
Customer Experience	Modernize Customer Service Technology	Customer Experience	-	-	-	-	-	-	-
Customer Experience	Voice of the Customer	Customer Experience	-	-	-	-	-	-	-
Customer Experience	Meter Replacement & Maintenance	Operations	11,331	-	11,331	12,349	425	538	13,312
Customer Experience	AMI Implementation Program	Engineering and Asset Mgmt	-	-	-	-	-	-	-
Customer Experience	Loss Recovery Program	Customer Experience	-	-	-	-	-	-	-
Customer Experience	New Business Connections	Engineering and Asset Mgmt	8,141	-	8,141	8,386	288	658	9,332
Customer Experience	New Business Connections (Ops)	Operations	2,290	-	2,290	580	20	(273)	327
Customer Experience	Retail Wheeling	Operations	3,000	(149)	2,851	120	4	(124)	(0)
Distribution			35,437	-	35,437	28,610	984	54,316	83,910
Distribution	Distribution Line Rebuild	Engineering and Asset Mgmt	12,463	-	12,463	687	24	28,550	29,261
Distribution	Distribution Line Rebuild Ops)	Operations	-	-	-	5,002	172	(9)	5,165
Distribution	Distribution Pole & Conductor Repair (Ops)	Operations	9,025	-	9,025	16,914	582	747	18,243
Distribution	Distribution Pole & Conductor Repair	Engineering and Asset Mgmt	-	-	-	-	-	20,383	20,383
Distribution	Distribution Automation	Engineering and Asset Mgmt	13,948	-	13,948	6,007	207	(4,356)	1,858
Distribution	Distribution Automation	Operations	-	-	-	-	-	-	-
Distribution	Distribution Lines Assessment	Engineering and Asset Mgmt	-	-	-	-	-	-	-
Distribution	Distribution Grid Reliability	Engineering and Asset Mgmt	-	-	-	-	-	9,000	9,000
Transmission			5,863	-	5,863	9,365	322	44,493	54,180
Transmission	IT OT Telecom Systems & Network	Engineering and Asset Mgmt	-	-	-	1,003	34	2,493	3,530
Transmission	Transmission Line Rebuild	Engineering and Asset Mgmt	863	-	863	932	32	32,185	33,149
Transmission	Transmission Priority Pole Replacements (O)	Operations	5,000	-	5,000	7,000	241	2,759	10,000
Transmission	Transmission Priority Pole Replacements	Engineering and Asset Mgmt	-	-	-	-	-	7,500	7,500
Transmission	Assessment of Transmission Lines	Engineering and Asset Mgmt	-	-	-	-	-	-	-
Transmission	IT OT Telecom Systems & Network	Operations	-	-	-	430	15	(445)	-
Substations			19,770	-	19,770	28,558	982	45,187	74,727
Substations	Substation Rebuilds	Engineering and Asset Mgmt	-	-	-	-	132	(1,731)	2,243
Substations	Substation Rebuilds	Operations	-	-	-	3,842	-	1,200	1,200
Substations	Substation Reliability	Engineering and Asset Mgmt	19,324	-	19,324	23,761	817	36,285	60,863
Substations	Substation Physical Security	Corporate Services	300	-	300	192	7	101	300
Substations	Regional and Technical Facilities Security	Corporate Services	146	-	146	62	2	56	120
Substations	Regional and Technical Facilities Security	Operations	-	-	-	701	24	9,275	10,000
Control Center & Buildings			3,536	-	3,536	3,536	122	20,149	23,807
Control Center & Buildings	Facilities Development & Implementation	Corporate Services	3,000	-	3,000	3,000	103	20,704	23,807
Control Center & Buildings	Critical Energy Management System Upgrad	Operations	-	-	-	-	-	-	-
Control Center & Buildings	Control Center Construction & Refurbishmen	Operations	-	-	-	-	-	-	-
Control Center & Buildings	Warehouse Security	Corporate Services	536	-	536	536	18	(554)	-
Enabling			24,558	0	24,558	20,838	716	10,836	32,391
Enabling	Vegetation Management and Capital Clearing	Operations	-	-	-	-	-	-	-
Enabling	T&D Fleet	Corporate Services	7,000	-	7,000	7,260	250	3,817	11,327
Enabling	T&D Fleet	Operations	3,640	-	3,640	1,948	67	2,985	5,000
Enabling	Tools Repair & Management	Operations	6,000	-	6,000	3,178	109	(244)	3,044
Enabling	Tools Repair & Management	Operations	-	-	-	-	-	-	-
Enabling	HSEQ and Technical Training	HSEQ	-	-	-	-	-	-	-
Enabling	Project Management Software and Tools	Engineering and Asset Mgmt	-	-	-	-	-	-	-
Enabling	Asset Data Integrity	Engineering and Asset Mgmt	4,417	-	4,417	3,370	116	(86)	3,400
Enabling	Emergency Response Preparedness	HSEQ	-	-	-	415	14	46	475
Enabling	Workflow Processes & Tracking	Operations	-	-	-	-	-	-	-
Enabling	Materials Management	Procurement	620	-	620	14	0	(14)	(0)
Enabling	Permits Processes & Management	Regulatory	-	-	-	-	-	-	-
Enabling	Compliance & Studies	Engineering and Asset Mgmt	2,881	0	2,881	4,654	160	337	5,151
Enabling	Microgrid Installation and Integration	Engineering and Asset Mgmt	-	-	-	-	-	3,995	3,995
Support Services			8,836	-	8,836	10,461	360	6,916	17,737
Support Services	Electric Vehicle Implementation Support	Customer Experience	-	-	-	-	-	-	-
Support Services	HR Information Systems and Learning Platfo	Human Resources	236	-	236	236	8	(244)	-
Support Services	IT OT Asset Management	IT OT	3,818	-	3,818	6,059	208	1,992	8,260
Support Services	Critical Financial Controls	Finance	-	-	-	-	-	-	-
Support Services	Public Safety	HSEQ	-	-	-	-	-	-	-
Support Services	IT OT Collaboration & Analytics	IT OT	58	-	58	58	2	1,126	1,186
Support Services	Update to Third Party Use, Audit, Contract ar	Engineering and Asset Mgmt	-	-	-	-	-	-	-
Support Services	Land Acquisition & Dispute Management	Regulatory	-	-	-	-	-	-	-
Support Services	Land Record Management	Regulatory	82	-	82	-	-	-	-
Support Services	Critical Financial Systems	Finance	1,612	-	1,612	1,612	55	-	1,667
Support Services	Waste Management	HSEQ	-	-	-	-	-	-	-
Support Services	IT OT Cybersecurity Program	IT OT	1,145	-	1,145	611	21	752	1,384
Support Services	IT OT Enablement Program	IT OT	1,885	-	1,885	1,885	65	3,290	5,240
Total			123,159	(356)	122,803	122,803	4,222	182,709	309,734
2% of Excess Expenditures			125,623		125,259	125,259	4,306	186,363	315,929