BLOCK ISLAND
UTILITY DISTRICT
A Touchstone Energy® Cooperative

# TREASURER'S REPORT

*Tom Risom*

## 2026 ANNUAL MEETING
## OCTOBER 1, 2026

# OPERATING REVENUES AND EXPENSES

| | 2025 | 2024 |
|---|---|---|
| Operating revenues | $ 5,749,101 | $ 5,846,788 |
| Operating expenses | 5,934,019 | 5,777,410 |
| Operating income (loss) | (184,918) | 69,378 |
| Net nonoperating revenues (expenses) | 164,827 | (2,600) |
| Change in Net Position | $ (20,091) | $ 66,778 |

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CBIZ CPAs

# CAPITAL ASSETS

| | 2025 | 2024 | $ Change | % Change |
|---|---|---|---|---|
| Land and land rights | $ 1,167,685 | $ 1,167,685 | $ -- | 0.0% |
| Buildings and improvements | 3,370,018 | 3,223,461 | 146,557 | 4.5% |
| Equipment | 10,939,644 | 9,687,686 | 1,251,958 | 12.9% |
| Accumulated depreciation | (2,763,298) | (2,212,326) | (550,972) | 24.9% |
| Total | $ 12,714,049 | $ 11,866,506 | $ 847,543 | 7.1% |

**AS OF JUNE 30, 2026 CAPITAL ASSETS TOTALED $14,453,648**

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CBIZ CPAs

## LONG TERM DEBT

| PURPOSE | LOAN AMOUNT | CURRENT BALANCE | INTEREST RATE | TERMS |
|---|---|---|---|---|
| ORIGINAL AQUISTION | $5,800,000 | $4,985,412 | 3.66% | FIXED - 30 YEAR |
| LITIGATION | $300,000 | $286,244 | 4.50% | FIXED - 30 YEAR |
| VOLTAGE CONVERSION | $1,500,000 | $1,450,936 | 4.66% | FIXED - 30 YEAR |
| PRESIDENTS TOWNHOUSE | $1,400,000 | $1,362,078 | 5.75% | FIXED - 30 YEAR |
| CAPITAL PROJECTS | $1,150,000 | $1,137,585 | 6.72% | FIXED - 30 YEAR |
| EMPLOYEE HOSUING | $1,700,000 | $1,700,000 | 6.66% | FIXED - 30 YEAR |
| **TOTALS** | **$11,850,000** | **$10,922,255** | | |

## LINES OF CREDIT

| PURPOSE | LOAN LIMIT | CURRENT BALANCE | INTEREST RATE | TERMS |
|---|---|---|---|---|
| OPERATING | $900,000 | $600,000 | 5.50% | VARIABLE |
| FUEL/POWER SUPPLY | $500,000 | $0 | 5.50% | VARIABLE |

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CBIZ CPAs

# NET POSITION - EQUITY

| | |
|---|---|
| **Net Position** | |
| Net investment in capital assets | $ 3,247,656 |
| Unrestricted net position | (397,818) |
| **Total Net Position** | 2,849,838 |

**EQUITY GOAL 40%  ACTUAL 20.2%**

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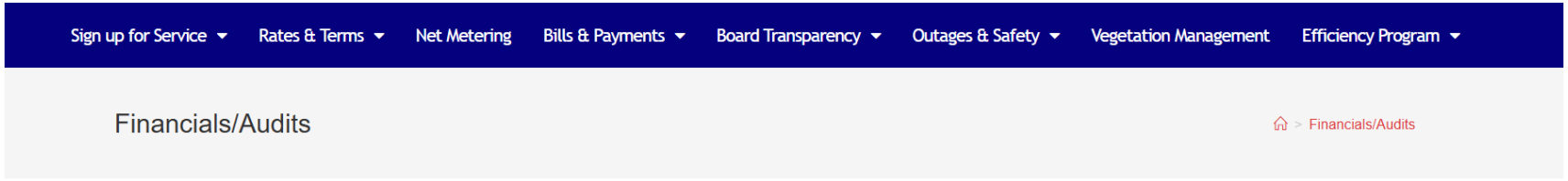
CBIZ CPAs

# BOARD TRANSPARENCY

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*"Serving our customers with safe, reliable and affordable energy"*

smart hub




Utility District Financials 2026
Q1-2026
Q2-2026

Utility District Financials 2025
Q1-2025
Q2-2025
Q4-2025
Utility District Audit 2025

**www.blockislandpowercompany.com/boardtransparency**

***Financials/Audits – Minutes – Board Materials – Form 7 – Strategic Plan***

***March 2019 - Present***

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# PRESIDENT'S REPORT

*Jeffery M. Wright*

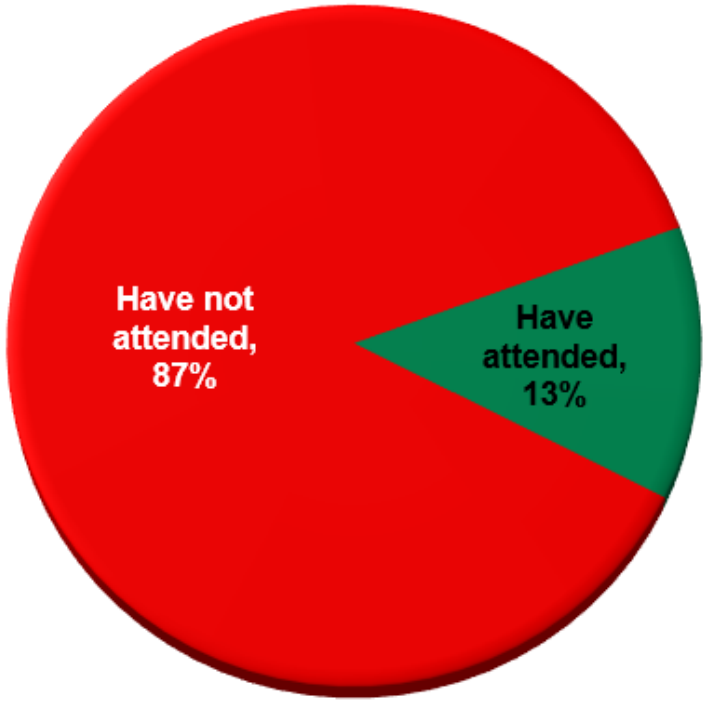
## 2026 ANNUAL MEETING
## OCTOBER 1, 2026



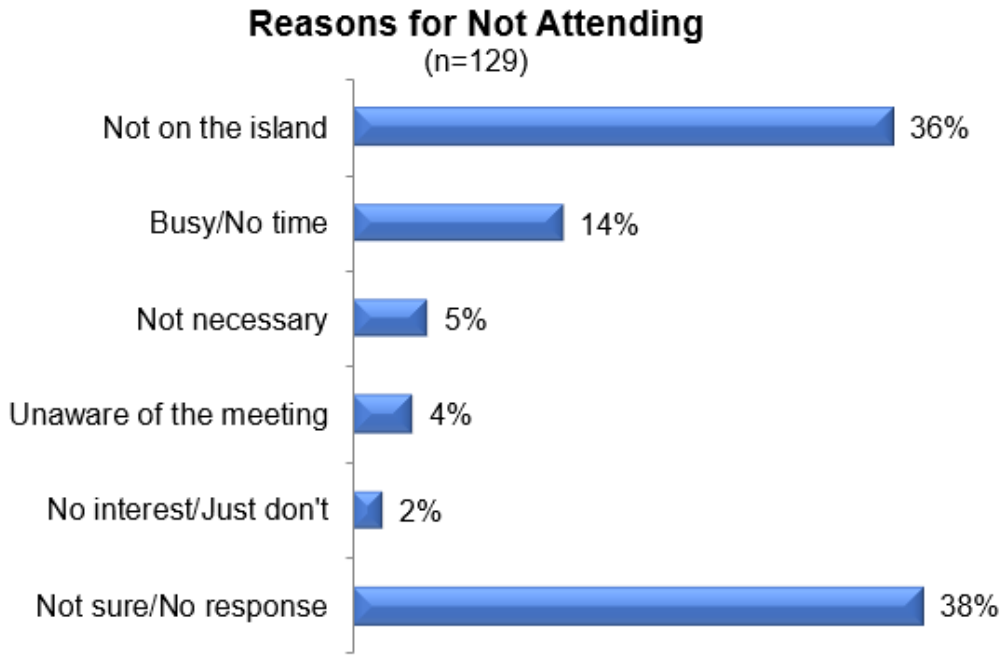

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# Annual Meeting

In the past 3 years, have you attended Block Island's annual meeting? If haven't attended, what is the main reason for not attending? If have attended, what is the main reason for attending?




- Thirteen percent indicate they have attended an annual meeting in the past 3 years.
- It is not too surprising that year-round residents are significantly more likely than seasonal residents to have attended one. Indeed, most of those who have not attended an annual meeting say the main reason is because they're not on the island.
- Of those who have attended an annual meeting, most say they attended to stay informed about what's going on in the utility district.




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# BE INVOLVED
# OR
# GET INVOLVED !!!

WE CARE, YOU
TOO, PLEASE!

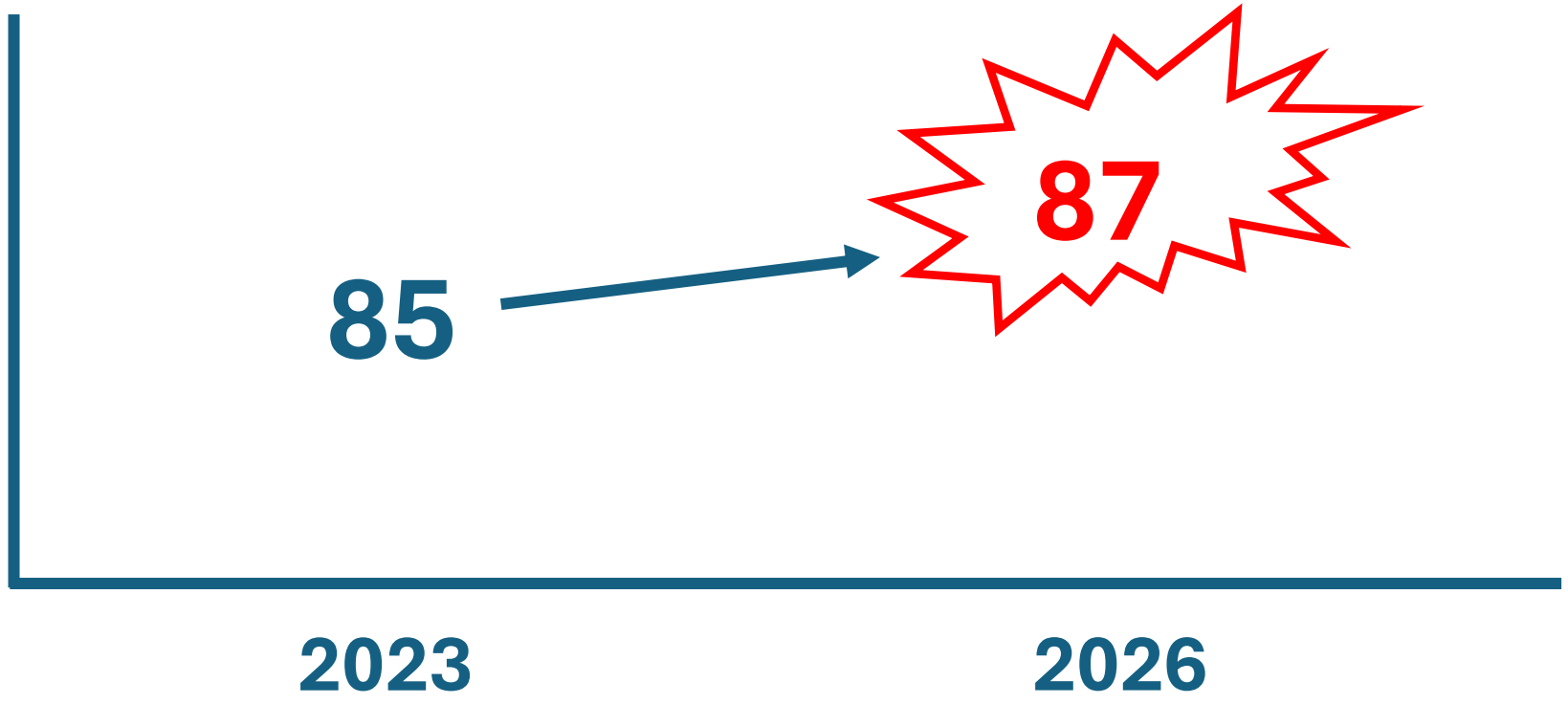
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# MEMBER SERVICE

## THE CARE FACTOR

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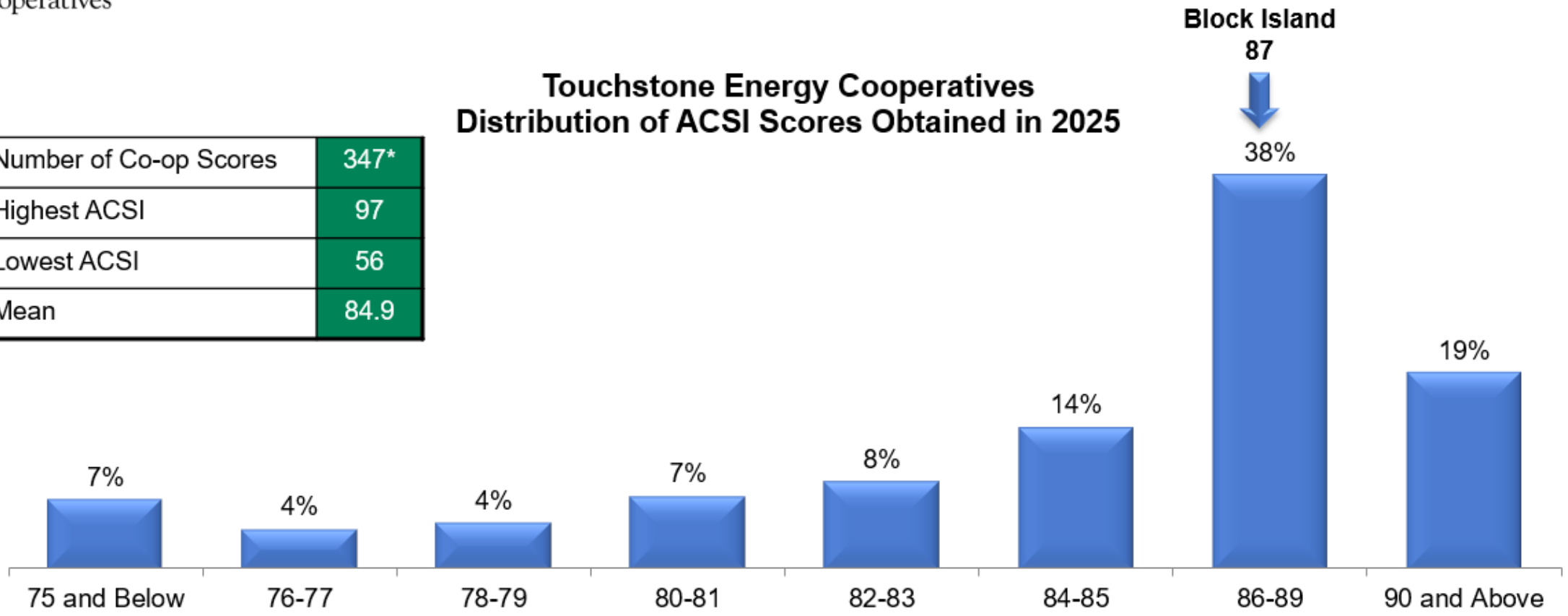
ACSI® American Customer Satisfaction Index




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# Touchstone Energy Cooperatives

| | |
|---|---|
| Number of Co-op Scores | 347* |
| Highest ACSI | 97 |
| Lowest ACSI | 56 |
| Mean | 84.9 |



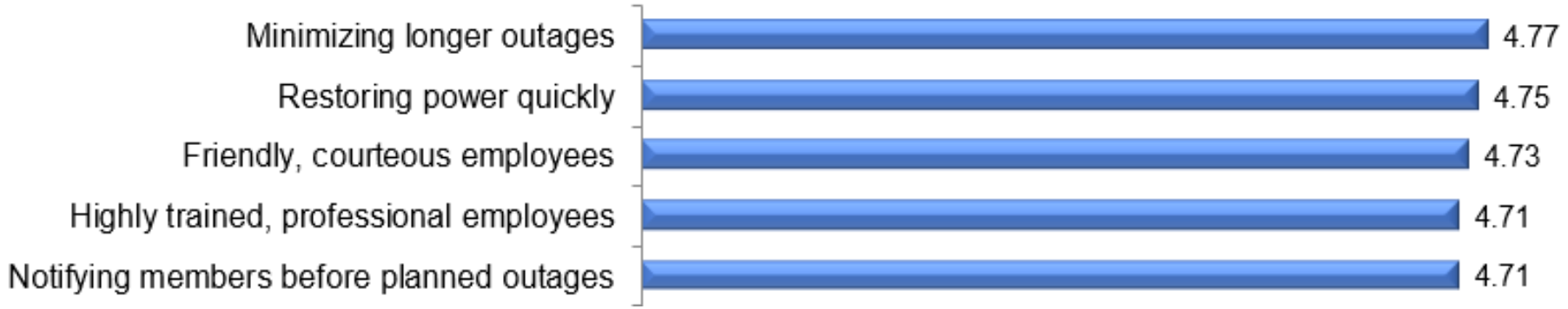

*Your ACSI score is a benefit of your membership in Touchstone Energy*

*Compared to the 347 scores received by Touchstone Energy cooperatives in 2025.

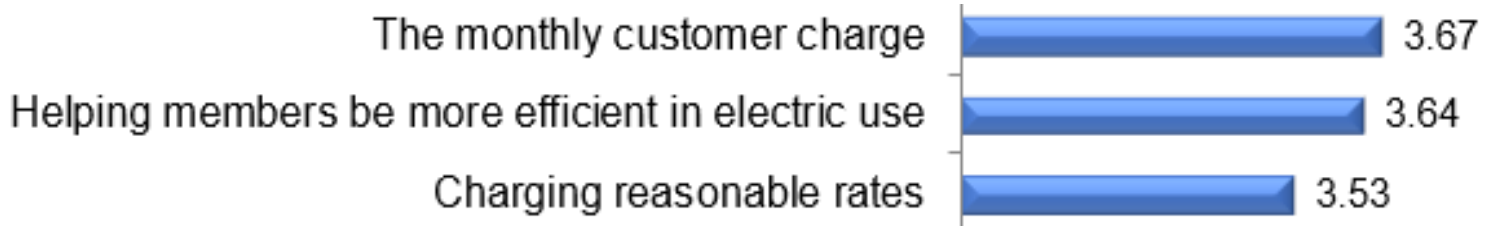
# Performance Attributes

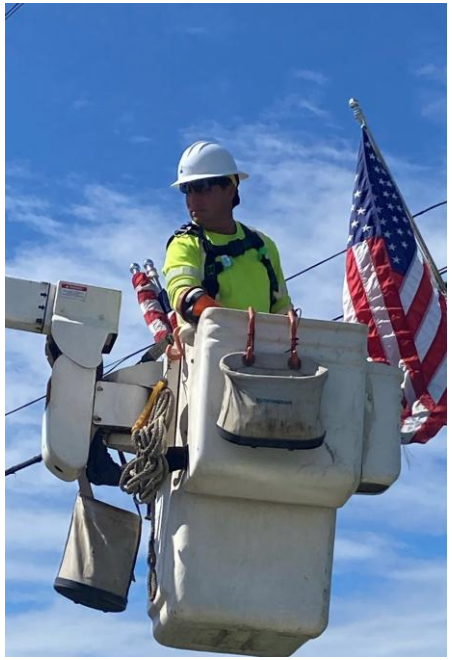
How would you rate Block Island's performance on the following attributes?
Mean ratings on 5-point scale graphed: 1 = very poor; 5 = excellent

## Highest Rankings




## Lowest Rankings




















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# THE CARE FACTOR

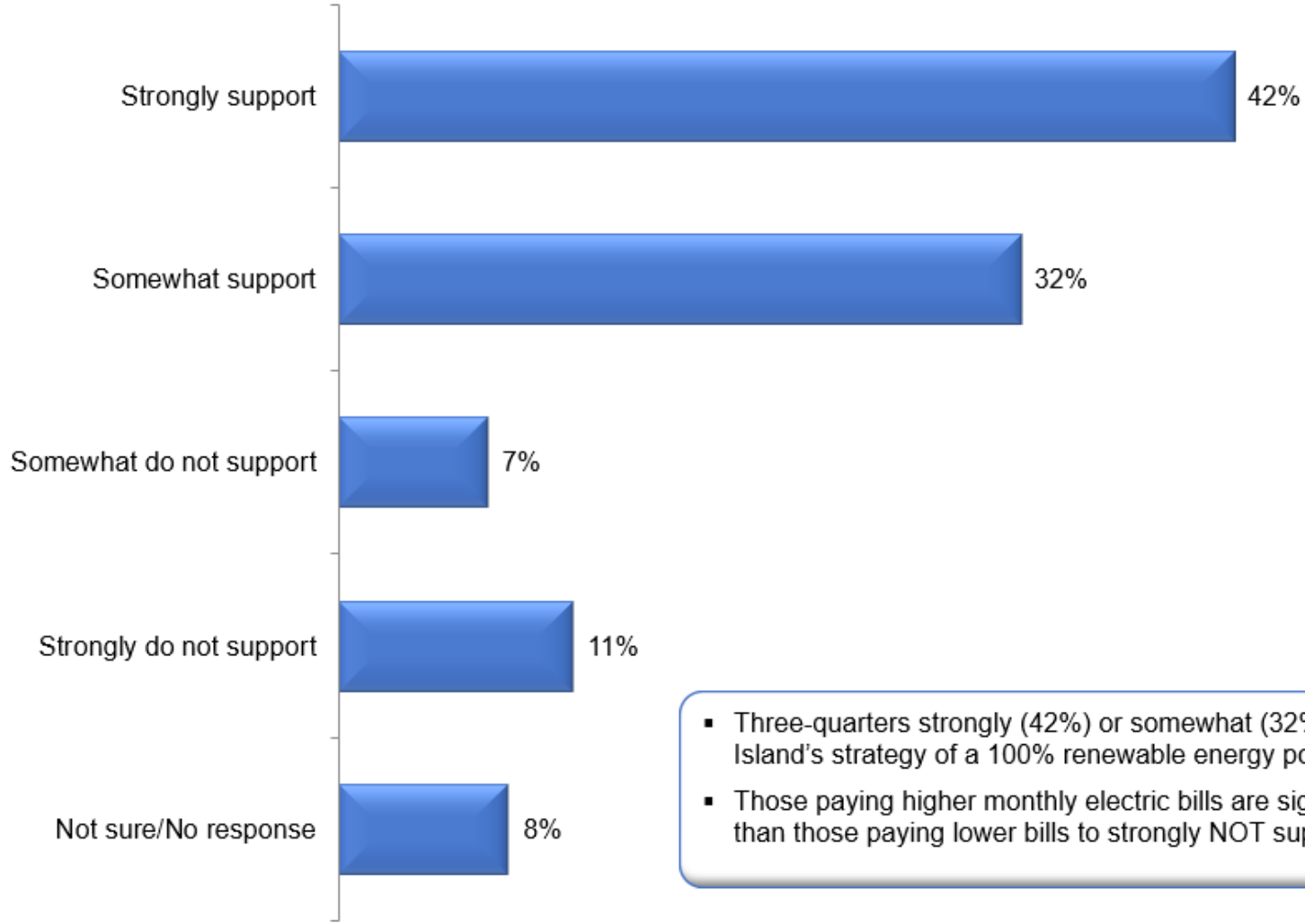
# POWER SUPPLY

## 100% RENEWABLE

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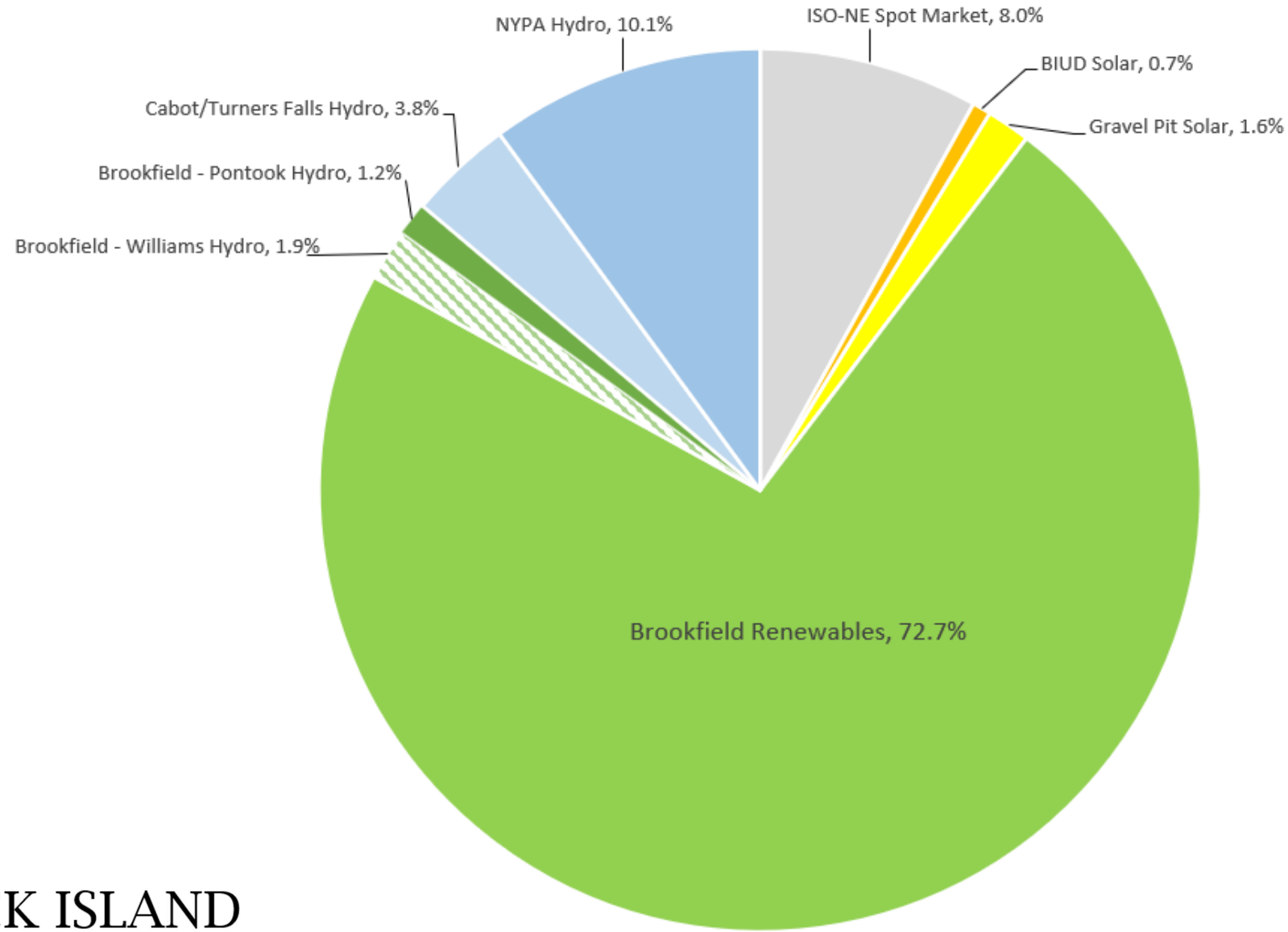
# Block Island Energy Strategy

How strongly do you support Block Island Utility District's strategy of a 100% renewable energy portfolio? For the average residential member using 500 kWh per month, this means an additional charge of $7.50 a month in 2026.



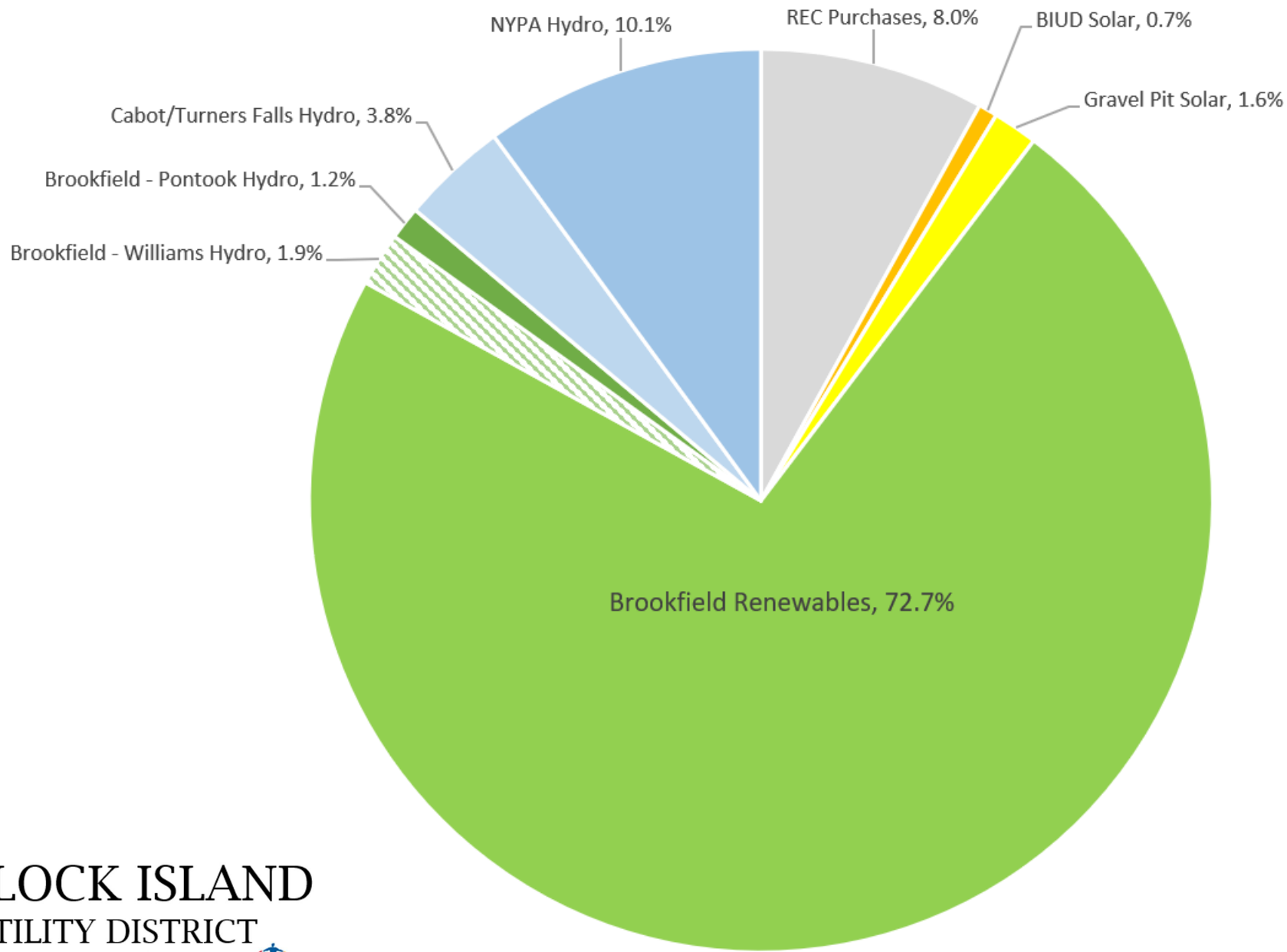

- Three-quarters strongly (42%) or somewhat (32%) support Block Island's strategy of a 100% renewable energy portfolio.
- Those paying higher monthly electric bills are significantly more likely than those paying lower bills to strongly NOT support.

# 2026 BIUD Energy Supply Portfolio




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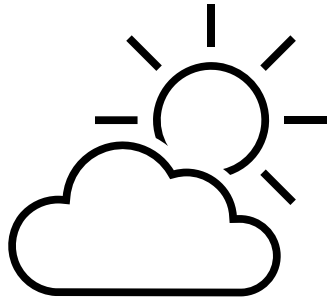
# 2026 BIUD Renewable Energy Supply Portfolio




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# NET METERING (LEGACY AND NEW TARIFF)

| | COUNT | CAPACITY | VALUE/PAID |
|---|---|---|---|
| LEGACY TARIFF SYSTEMS | 60 | 208 | |
| NEW TARIFF SYSTEMS | 42 | 214 | $43,887 |
| BIUD ROOF TOP | 1 | 94 | $13,986 |
| TOTALS | 103 | 516 | $57,873 |



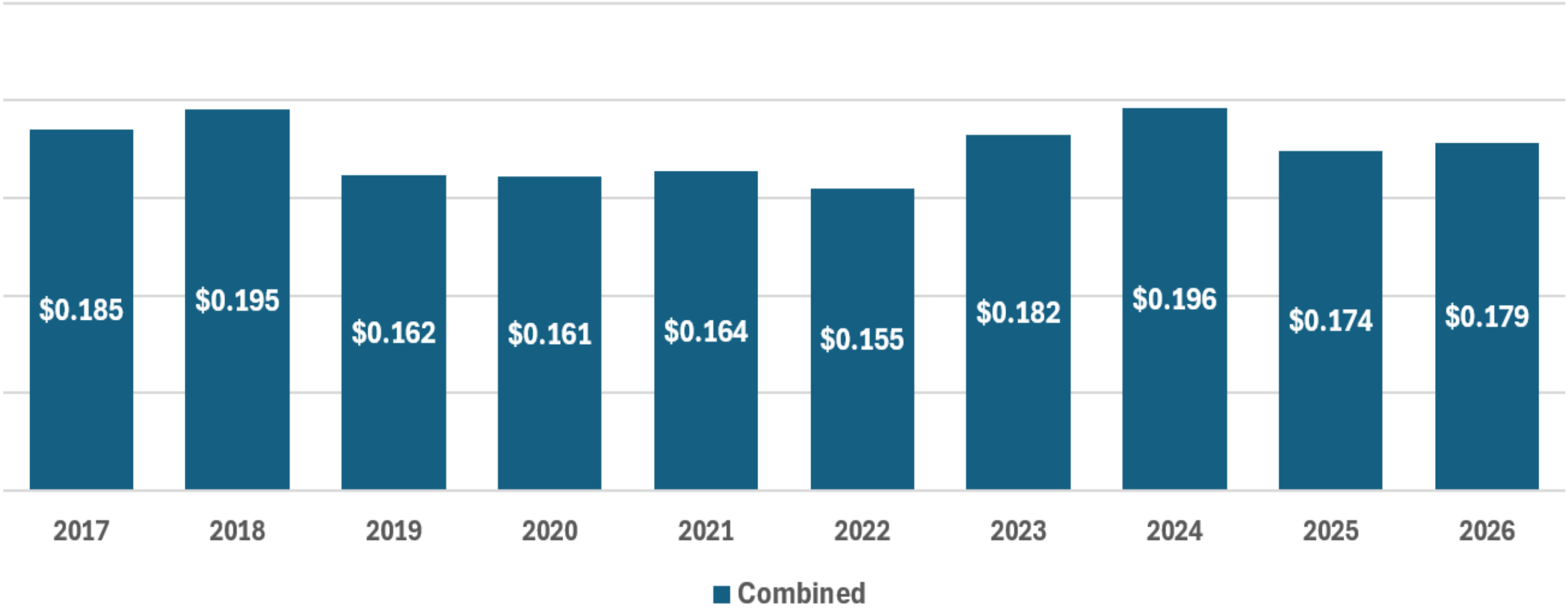
**In 2025, BIUD paid its members $43,887 for New Tariff Generation**

**In 2025, the BIUD Rooftop Solar (donated by the BI Solar Initiative) generated 95 MWH of Generation worth $13,986.**

**On a sunny day in October/November or April/May, solar power serves approximately 50% of the total island load.**

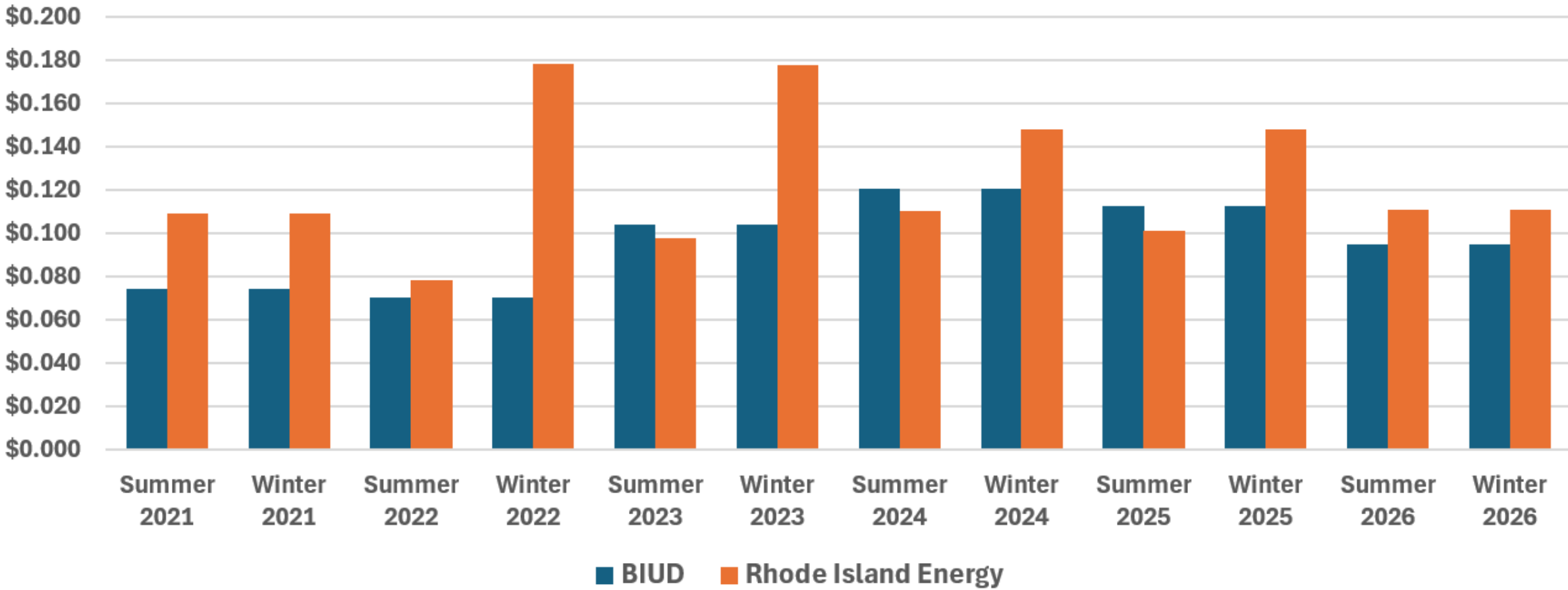
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# Power Supply & Transmission



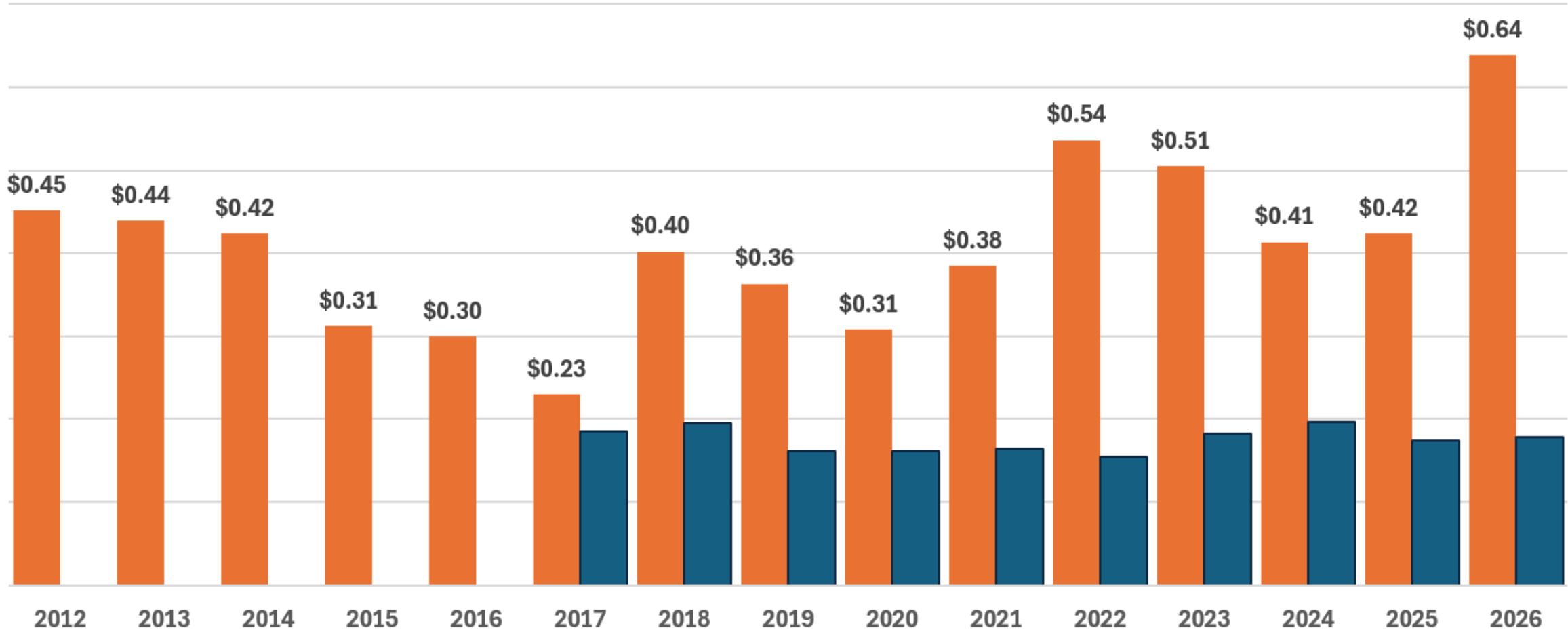

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# Power Supply Rates
## BIUD VS. Rhode Island Energy



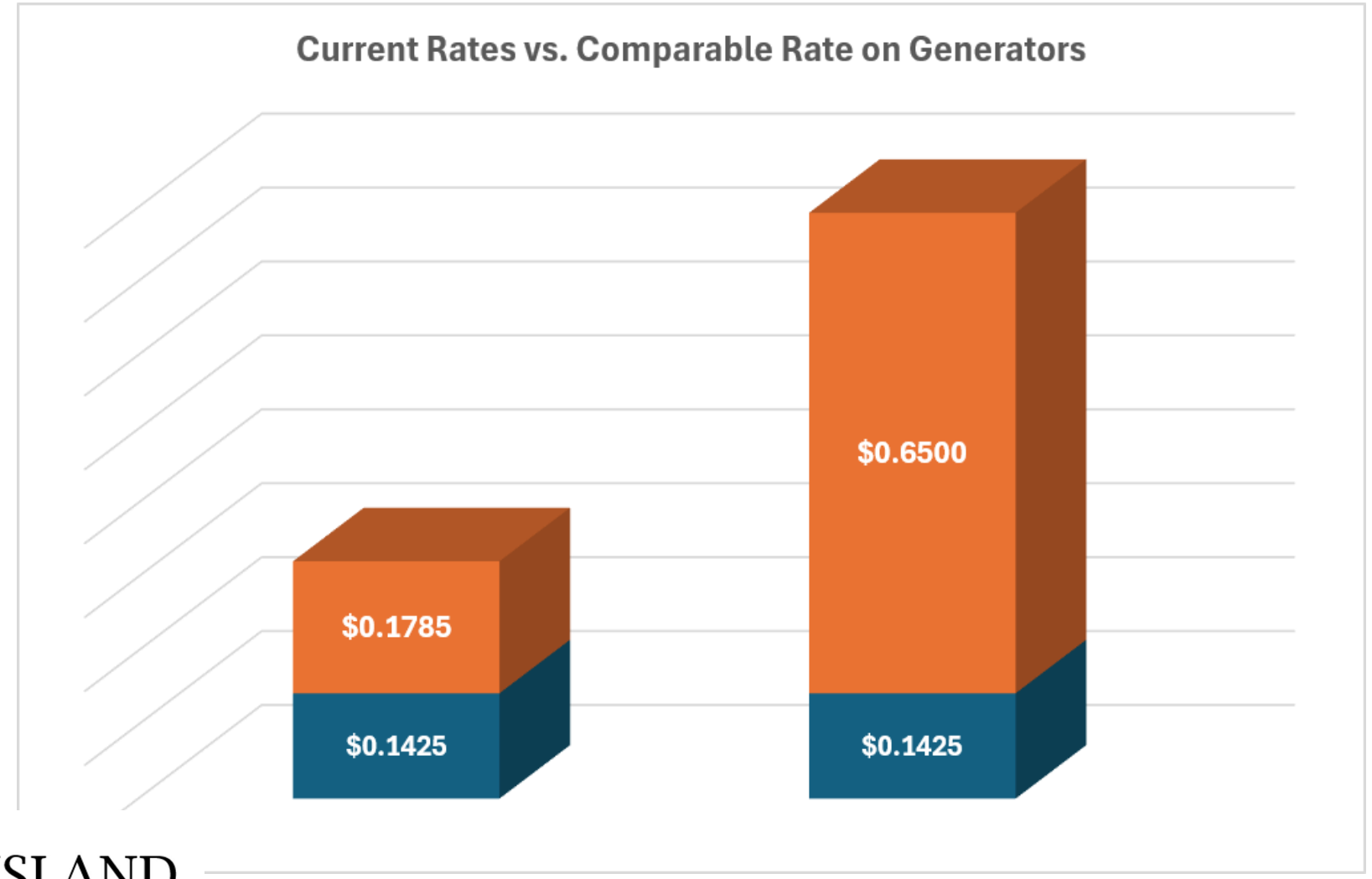

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# POWER SUPPLY AND TRANSMISSION COMPARED TO FUEL RATE (FAC)




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# WHY DIDN'T MY RATES GO DOWN AFTER CONNECTING TO THE SUBMARINE CABLE/WINDFARM?



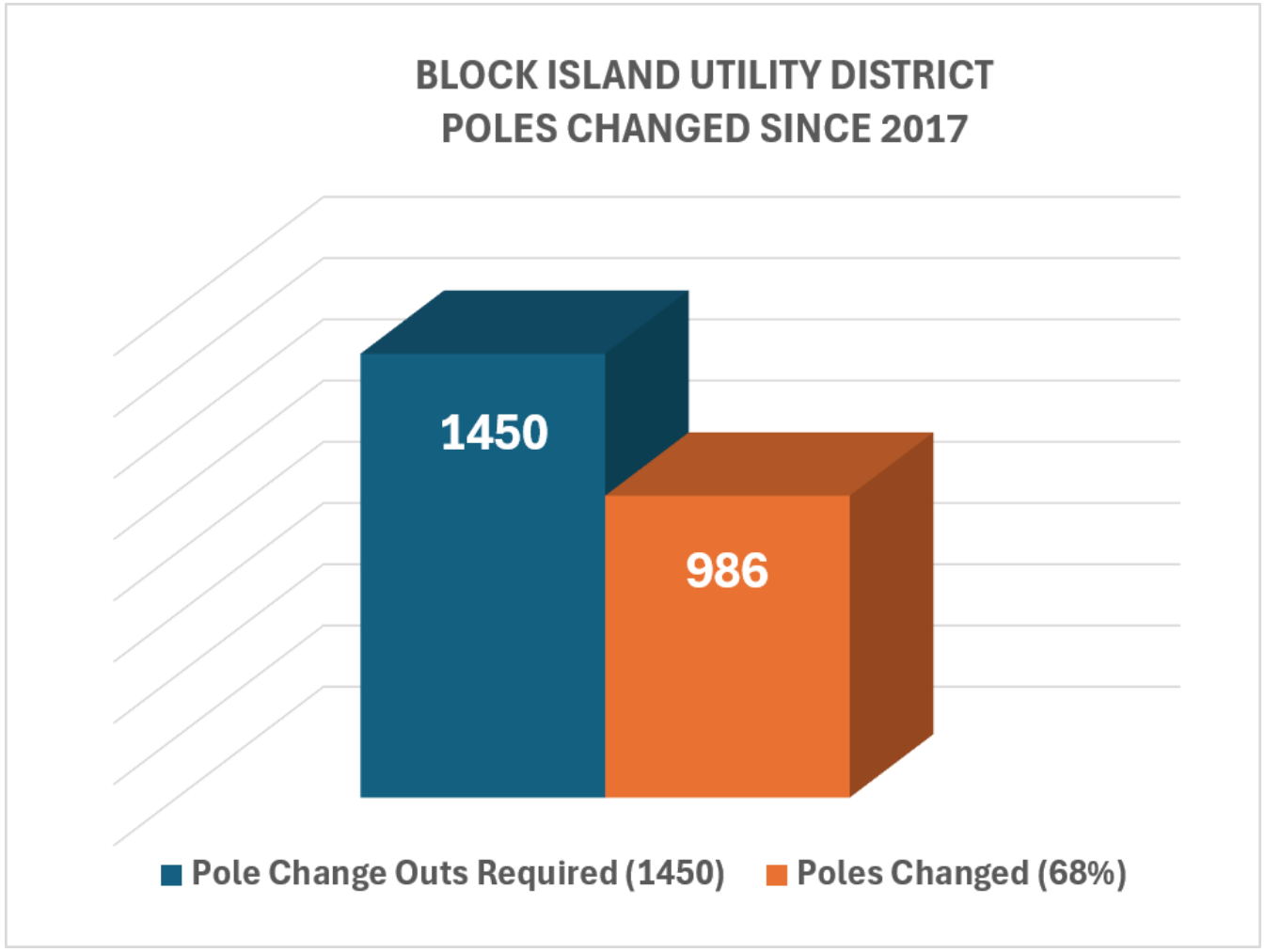

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# CAPITAL UPGRADES

## WE CAN'T SLOW DOWN

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# POLE REPLACEMENT PROGRAM

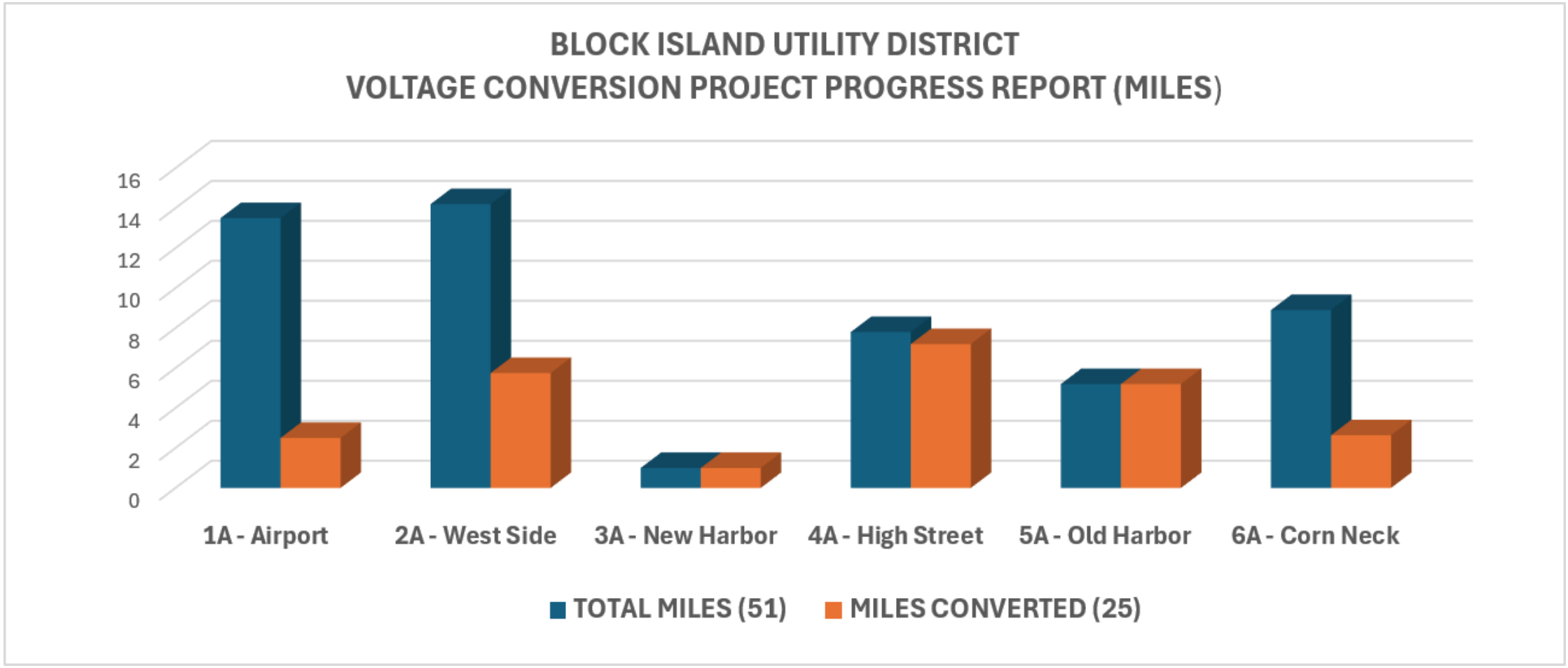






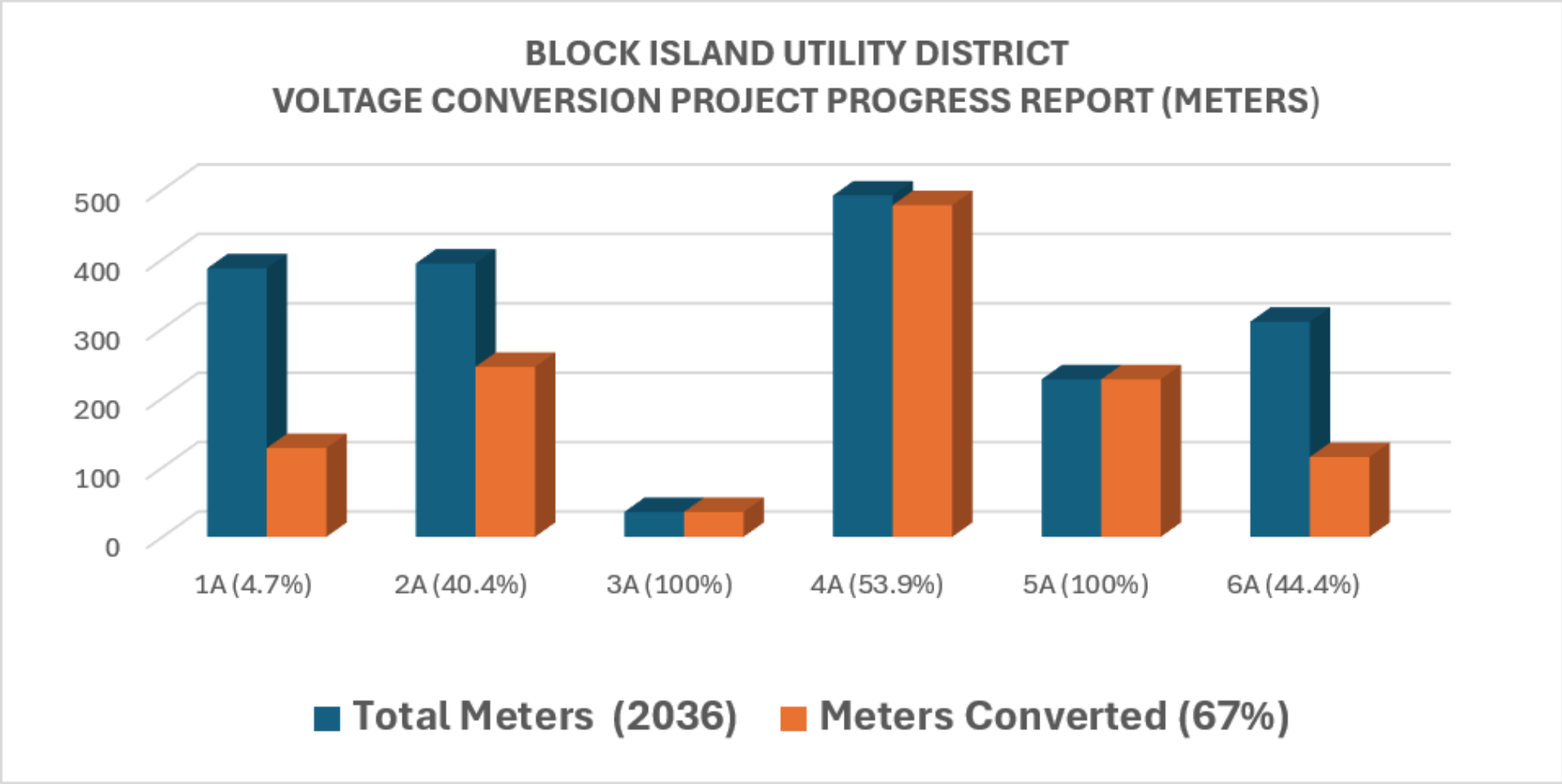
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# VOLTAGE CONVERSION – *BROWN OUT ELIMINATION PROGRAM*



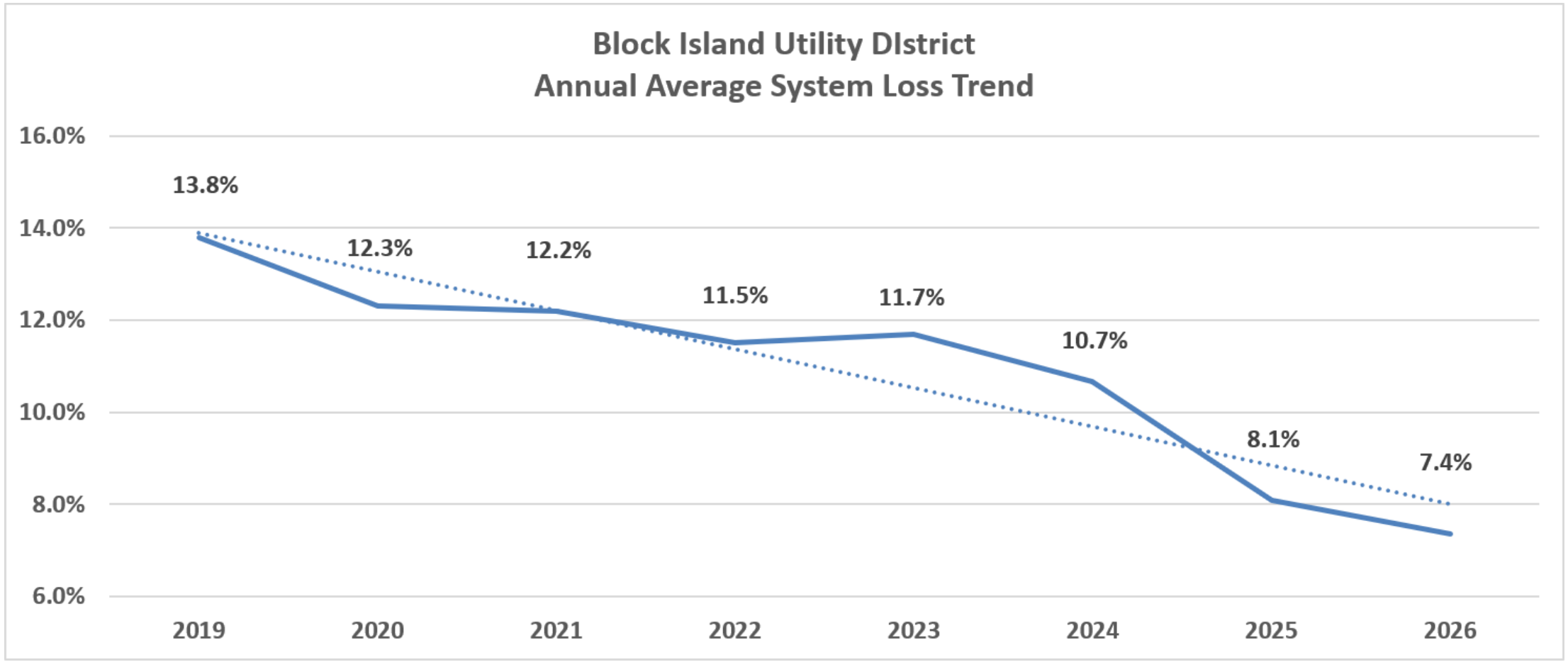

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# VOLTAGE CONVERSION – *BROWN OUT ELIMINATION PROGRAM*




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# VOLTAGE CONVERSION – *LOSS REDUCTION ($$) PROGRAM*




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**EVERY 1% = ROUGHLY $29,000 IN SAVINGS - PER YEAR**

# VOLTAGE CONVERSION – *LOSS REDUCTION ($$) PROGRAM*

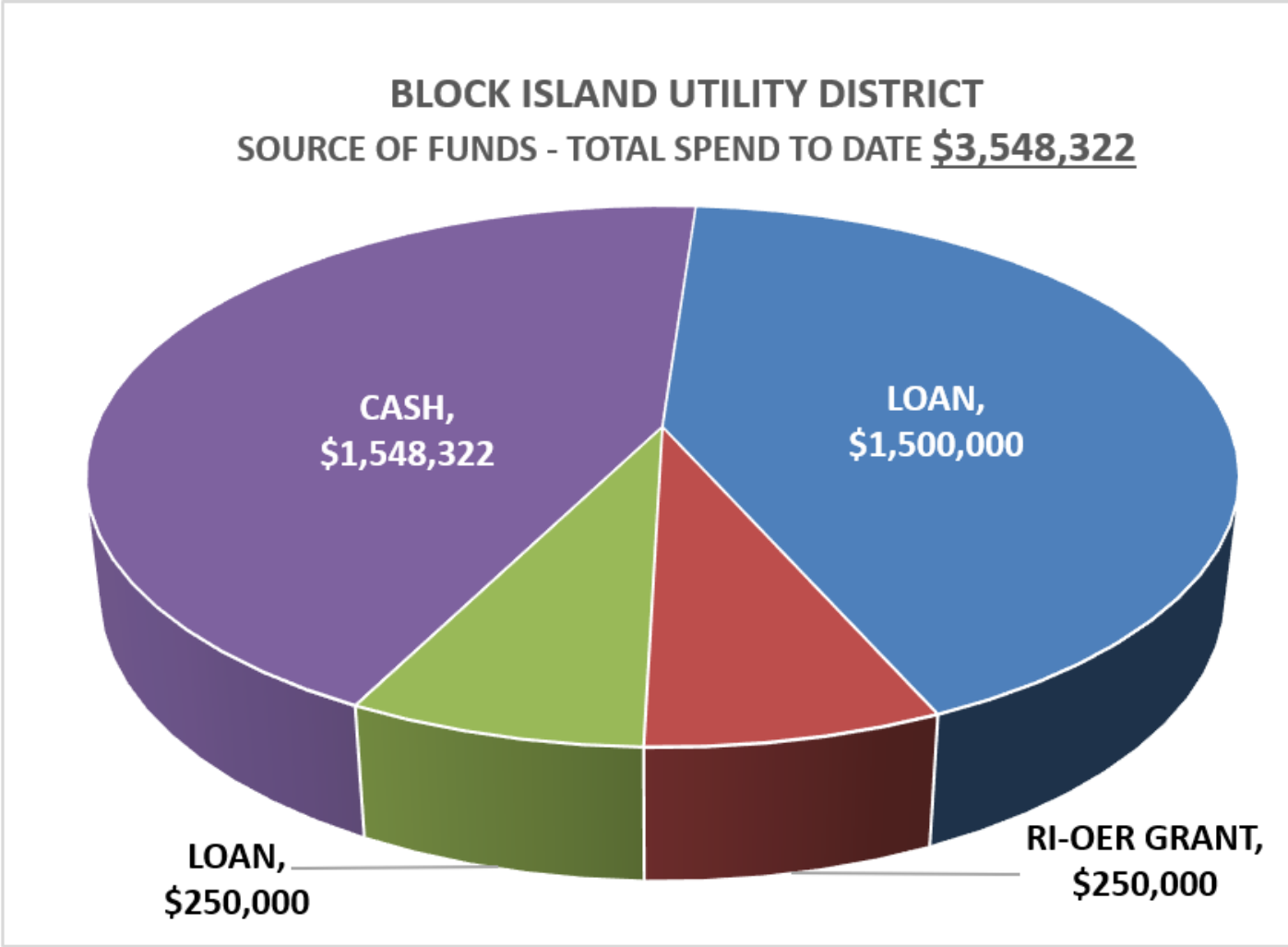
## TOTAL ESTIMATED SAVINGS OVER 30 YEARS = > $5M

| BLOCK ISLAND UTILITY DISTRICT | |
|---|---|
| LOSS SAVINGS (ACTUALS) | |
| 2021 | $43,500 |
| 2022 | $46,400 |
| 2023 | $66,700 |
| 2024 | $60,900 |
| 2025 | $89,900 |
| 2026 | $110,200 |
| TOTAL TO DATE | $417,600 |




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# VOLTAGE CONVERSION – *LOSS REDUCTION ($$) PROGRAM*

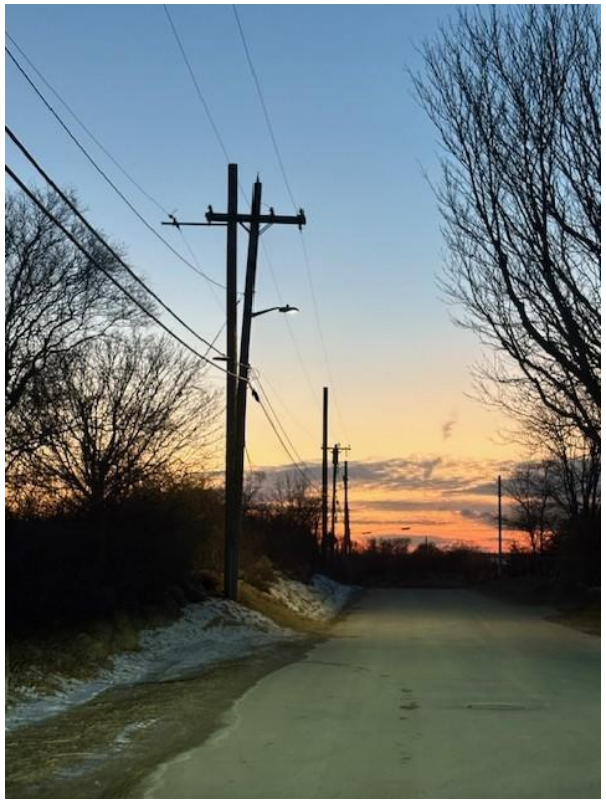



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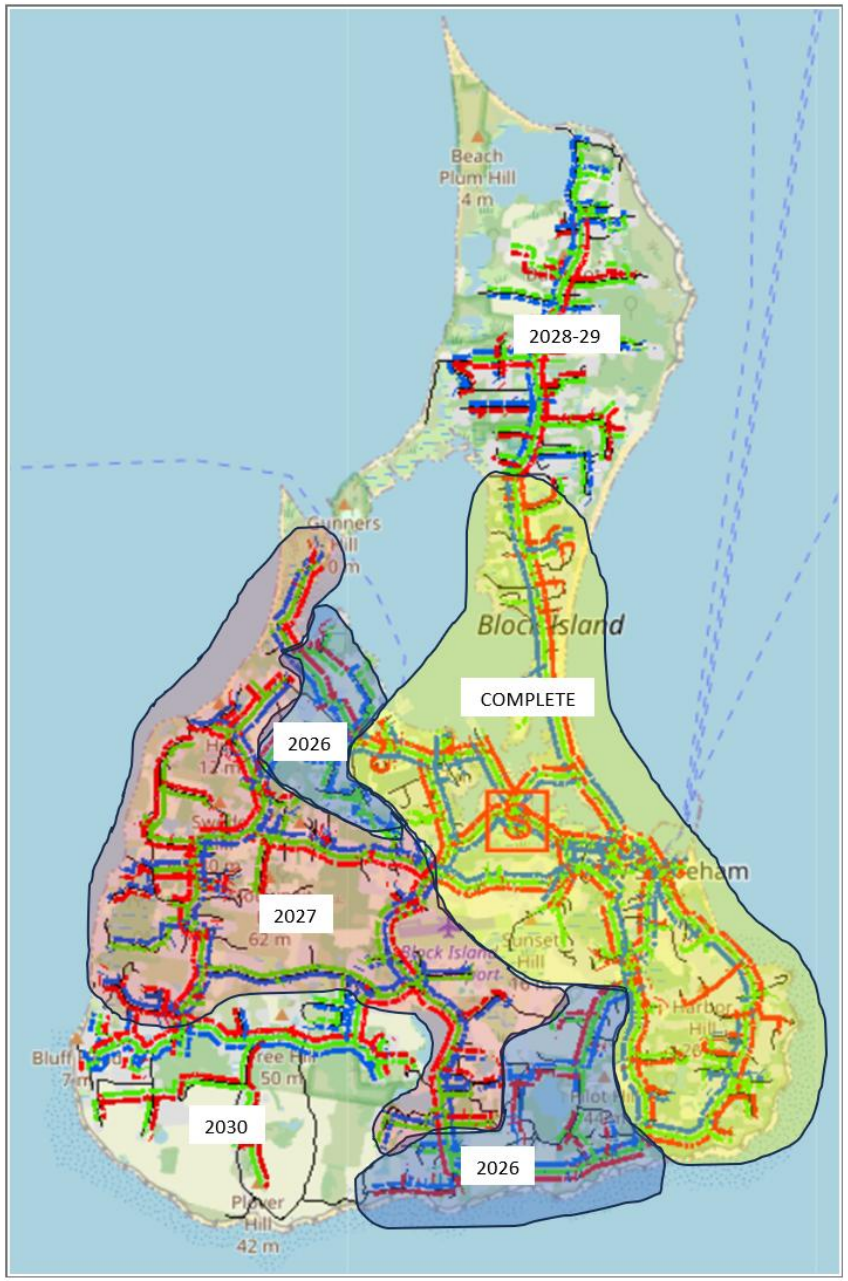
# VOLTAGE CONVERSION – *BROWN OUT ELIMINATION PROGRAM*

## How about me?!

2026 – COMPLETE
2027/28 – WEST/LAKE SIDE
2028/29 - CORN NECK
2030 – SNAKE HOLE AND SW POINT







# EMPLOYEE HOUSING



**FLAIG HOUSE - 557 CENTER ROAD**
**2 TWO-BEDROOM APARTMENTS – THIRD FLOOR SPACE**




**100 OCEAN AVENUE**
**OFFICE**
**1 TWO-BEDROOM APARTMENT**
**1 ONE-BEDROOM APARTMENT**



**SEAWINDS – UNIT 8**
**THREE-BEDROOM TOWNHOUSE**

**COMING SOON IN 27/28**
**TOWNHOUSES ON CORNER LOT AT POWER COMPANY**

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# RATE ADJUSTMENT

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# RECENT NET MARGINS

| FISCAL YEAR | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|
| NET MARGIN | $298,928 | $513,148 | $66,779 | ($20,090) |

# PROPOSED RATE ADJUSTMENT

| | |
|---|---|
| CURRENT RATE YEAR | $6,139,571 |
| REVENUE INCREASE NEEDED | $810,521 |
| TOTAL REVENUE REQUIREMENT | $6,950,092 |
| | |
| PERCENTAGE INCREASE | 13.20% |

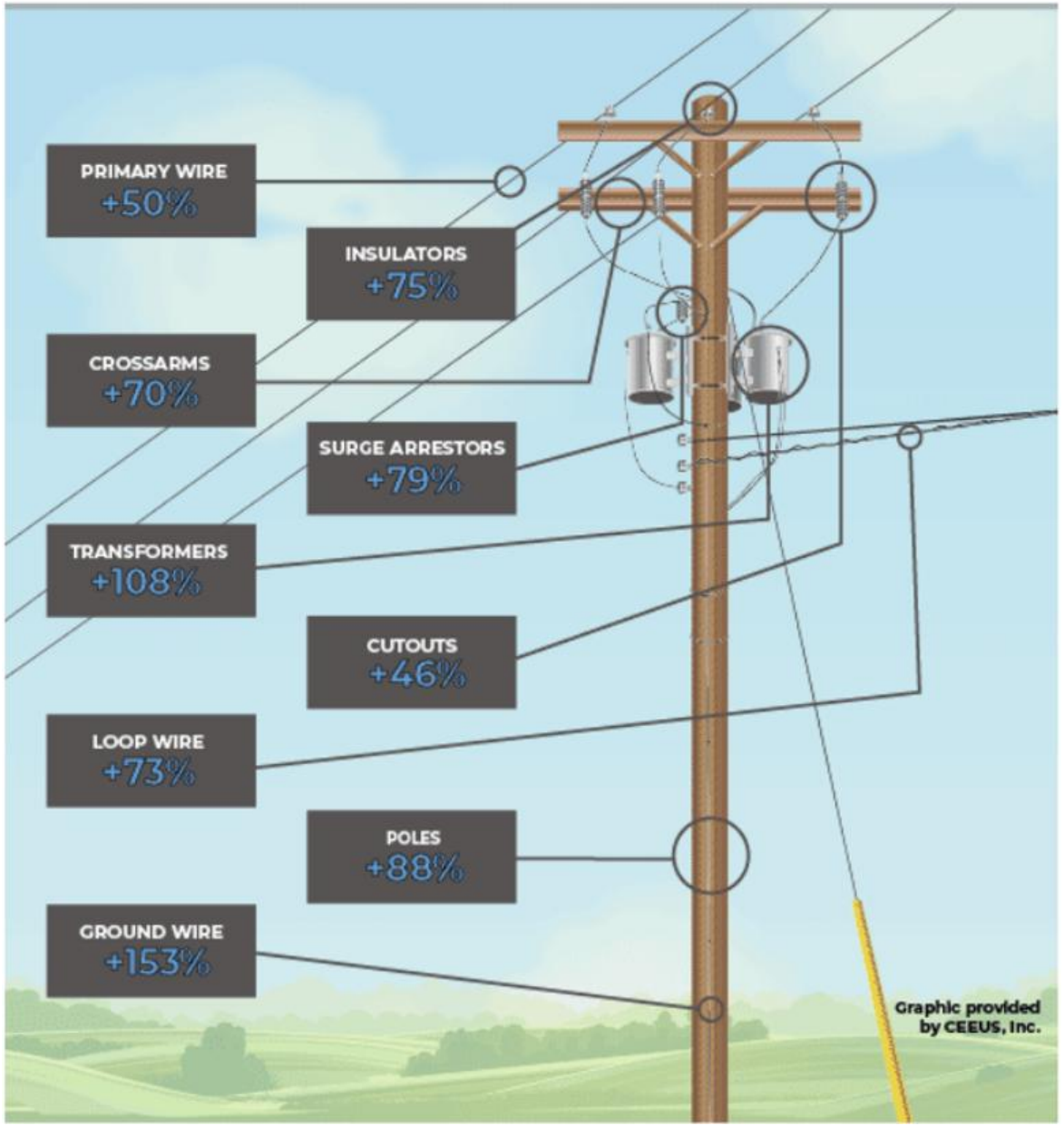
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# PRIMARY DRIVERS

- ❑ INFLATION
- ❑ CAPITAL IMPROVEMENTS
- ❑ EMPLOYEE HOUSING







# QUESTIONS

## *PLEASE SAVE YOURS FOR THE END*

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