



April 21, 2023

RE: Notice of Proposed Financings
Public Utility District No. 2 of Grant County, Washington
\$150,000,000* Priest Rapids Hydroelectric Project Revenue and Refunding Bonds, Series 2023
\$50,000,000* Electric System Revenue Refunding Bonds, Series 2023

Notice is hereby provided that Public Utility District No. 2 of Grant County, Washington (the "District") plans to issue approximately \$150,000,000* of its Priest Rapids Hydroelectric Project Revenue and Refunding Bonds, Series 2023 (the "Priest Rapids Bonds") and approximately \$50,000,000* of its Electric System Revenue Refunding Bonds, Series 2023 (the "Electric System Bonds", and together with the Priest Rapids Bonds, the "Bonds").

Depending on market conditions, proceeds of the Priest Rapids Bonds will be used, together with other available funds of the District, to refund certain outstanding bonds of the Priest Rapids Project, to pay for capital improvements to the Priest Rapids Project, and to pay costs of issuance for the Priest Rapids Bonds. The Priest Rapids Bonds are expected to close summer, 2023.

Depending on market conditions, proceeds of the Electric System Bonds will be used to defease and refund certain outstanding bonds of the Electric System and to pay costs of issuance for the Electric System Bonds. The Electric System Bonds are expected to close summer, 2023.

The Bonds of each series are expected to be purchased pursuant to and subject to the terms of a purchase contract between the District and J.P. Morgan Securities LLC.

Although the District plans to move forward with the transactions described above, the District reserves the right to change or modify its plans as it deems appropriate. The District is under no obligation to pursue these transactions or any other new money or refunding issue and there is no guarantee any contemplated transactions will be completed.

Under no circumstances shall this notice constitute an offer to sell or the solicitation of an offer to buy the Bonds. Any such solicitation will only be made pursuant to a Preliminary Official Statement for each series of Bonds that prospective investors must review before making any investment decision.

The publication of this notice does not constitute or imply any representation (i) that the foregoing is material to investors, (ii) regarding any other financial, operating or other information about the District or the District's outstanding Bonds or (iii) that no other circumstances or events have occurred or that no other information exists concerning the District, the Bonds, or the District's outstanding Bonds which may have a bearing on the financial condition of the District, the security for the Bonds, or the District's outstanding Bonds, or an investor's decision to buy, sell or hold the Bonds or any other Bonds of the District.

By making this notice, the District does not undertake to make any additional filings or notices not otherwise required by its undertakings in connection with Securities and Exchange Commission Rule 15c2-12. The District disclaims any obligation to update this notice.

* Preliminary, subject to change.