



November 1, 2017

**Re: Shepherd substation project update**

Valued customer,

On October 30, 2017, CPS Energy's Board of Trustees approved the site and route for the proposed Shepherd Substation and Transmission Line Project. The approved site and route is posted on our website, [www.cpsenergy.com](http://www.cpsenergy.com) search Shepherd substation.

Initiated in March of 2016, the Routing and Siting Process included an open house, a detailed environmental assessment, two Board of Trustees' Public Input Sessions and many conversations with interested customers. The project team presented its recommended route/site, Site 8 (shown on the attached map), to the CPS Energy Board of Trustees at a regularly scheduled Board Meeting on September 25, 2017.

CPS Energy will soon begin contacting property owners of the approved route and site in order to gather information needed for timely construction of the project. The projected completion date of the new substation and transmission line is June 2020.

The substation and transmission line are needed to keep pace with customer growth and improve reliability to existing customers.

Thank you for your valuable input to this process.

Sincerely,

*JJ Hernandez*

J.J. Hernandez, P.E.  
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