

CPS ENERGY BOARD OF TRUSTEES

NOTICE OF REGULAR MEETING

BY TELEPHONE CONFERENCE

RECEIVED
CITY OF SAN ANTONIO
CITY CLERK

20 MAR 25 PM 1:35

Pursuant to section 551.127 of the Texas Government Code, and in conjunction with the guidance and provisions provided by the Governor of Texas in the declaration of disaster and subsequent executive orders altering certain Open Meetings Act requirements and ordering that gatherings of more than 10 people shall be avoided, notice is hereby given of the CPS Energy Board of Trustees Regular Meeting **to be held on Monday, March 30, 2020, at 1:00 p.m., by telephone conference** in order to advance the public health goal of limiting face-to-face meetings (also called "social distancing") to slow the spread of the Coronavirus (COVID-19).

The subject of this meeting is to act upon all matters pertaining to the current management and operation of the municipal electric and gas systems, including the acquisition of real property and interest therein, by purchase and condemnation, the facilities, financing, the handling and administration of funds and accounts, consideration of matters relating to operations and administration and such other matters as may be brought before the meeting by the Trustees of the Board, and specifically those matters referred to in the attached agenda, which is incorporated herein.

There will be no in-person public access to the meeting.

The meeting will be audio-streamed on cpsenergy.com.

The meeting is also available by calling toll-free 855-962-1328.

Those wishing to speak during the Public Comment portion of the meeting must register on the day of the Board meeting by phone at 210-353-4662. Registration is open for 1 hour, from 10:00 a.m. CT to 11:00 a.m. CT. Those registering to speak should be prepared to provide the following information:

- First & last name / group or organization
- City & state of residence
- Phone and/or email address
- Agenda item # about which they are speaking
- Group for which the individual is speaking
- Any required translation service


Speakers will be called to speak in the order that they register.

The agenda packet is attached. It and other informational material may be found at:

<https://www.cpsenergy.com/en/about-us/who-we-are/trustees/board-meetings.html>

A recording of the telephonic meeting will be made and will be available to the public in accordance with the Open Meetings Act upon written request.

At any time during the Board Meeting, and pursuant to the provisions of Chapter 551 of the Texas Government Code, the Board may meet in executive session for consultation concerning attorney-client matters under Section 551.071; for deliberations and other authorized action on real property under Section 551.072; on prospective gifts or donations under Section 551.073; on personnel under Section 551.074; on security personnel or devices under Section 551.076; on economic development negotiations under Section 551.087; to deliberate, vote, or take final action on competitive matters under Section 551.086; to deliberate regarding security audits and devices under Section 551.089; or to deliberate under Texas Government Code Section 418.183(f) about confidential information under the Texas Homeland Security Act.


Carolyn E. Shellman
Secretary of the Board
March 25, 2020



**CPS ENERGY BOARD OF TRUSTEES MEETING
TO BE HELD ON MARCH 30, 2020 AT 1:00 PM
BY TELEPHONE CONFERENCE
1 (855) 962-1328**

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ITEM	TOPIC	ACTION	PRESENTER/ SPONSOR
1	CALL TO ORDER	Execute	Mr. John Steen
2	SAFETY MESSAGE	Execute	Mayor Ron Nirenberg & Ms. Paula Gold-Williams
3	INVOCATION	Execute	Ms. Paula Gold-Williams
4	PUBLIC COMMENT (Pre-Registration scheduled from 10:00 AM – 11:00 AM @ (210)353-4662) A. Chair's Announcements B. Comments	Discuss	Mr. John Steen
UPDATE ON CHAIR'S PRIORITIES			
5	CHAIR'S REMARKS	Discuss	Mr. John Steen
6	CEO'S REPORT	Discuss	Ms. Paula Gold-Williams
7	RESOLUTION FOR AUTHORIZATION OF REAL-ESTATE ITEM(S)	Discuss & Possible Vote	Mr. Frank Almaraz
CONVENE TO EXECUTIVE SESSION			
8	EXECUTIVE SESSION: Please see the narrative list at the top of this agenda for the potential discussion topics.	Discuss	Mr. John Steen
RECONVENE TO OPEN SESSION			
CONSENT AGENDA			
9	APPROVAL OF CONSENT ITEM: A. Payment to the City of San Antonio for February 2020 B. Reaffirmation of Board Committee Assignments (No changes at this time) C. Procurement Item: N/A	Vote	Mr. John Steen
10	ADJOURNMENT	Execute	Mr. John Steen
If the Board meeting has not adjourned by 2:30 PM, the presiding officer shall entertain a motion to continue the meeting, postpone the remaining items to the next Board meeting date, or recess and reconvene the meeting at a specified date and time.			



RESOLUTION APPROVING THE SALE OF REAL PROPERTY

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WHEREAS, CPS Energy owns the Main Office Building, Navarro Building and Garage, the surface parking lot adjacent to the Mexican Consulate, and an interest in the Tower Life Garage, as well as the underlying real estate, the property described in this resolution (the "Properties"); and

WHEREAS, by resolution of the Board of Trustees on September 24, 2018, the Properties were declared surplus and deemed no longer needed for use in the operation of the gas and electric systems; and

WHEREAS, CPS Energy retained commercial real estate broker, CBRE, to market the Properties for sale; and

WHEREAS, the Board of Trustees previously evaluated the prior bids for the purchase of the Properties and decided that the Properties should be sold to the identified buyers, pursuant to the terms and price ultimately negotiated by CPS Energy.

NOW, THEREFORE, BE IT RESOLVED:

1. The recitals to this Resolution are hereby incorporated by reference.
2. The Board of Trustees of CPS Energy hereby authorizes, but does not completely obligate, the President & CEO, or her designee(s), to complete the sale of the Properties.



CPS Energy Board of Trustees Meeting March 30, 2020

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Approval of Payment to the City of San Antonio for February 2020

The New Series Bond Ordinance that took effect February 1, 1997 provides for a total cash payment to the City of San Antonio (City) in an amount not to exceed 14% of gross revenue as calculated pursuant to such Ordinance, less the value of other services provided to the City, with the percentage (within the 14% limitation) to be determined by the governing body of the City. The cash transfer to the City for the month of February 2020 is based on actual gross revenue per the New Series Bond Ordinance of \$160,565,390.86, less applicable exclusions. In accordance with the New Series Bond Ordinance, current month revenue was insufficient to meet the City Payment by \$10,524,959.43. Under the previously approved agreement with the City, CPS Energy will advance to the City \$10,524,959.43 against future month's revenue for fiscal year 2021. The revenue for the month of February 2020 is calculated as follows:

Gross revenue per CPS Energy financial statements	
Electric revenue	\$157,712,865.79
Gas revenue	18,777,032.10
Interest and other income	3,201,398.97
Gross revenue per CPS Energy financial statements	<u>179,691,296.86</u>
Excluded revenue	
School and hospital revenue per City Ordinance 55022	(5,719,693.48)
LVG revenue per City Ordinance 100709	0.00
Fuel cost component of off-system nonfirm energy sales per City Ordinance 61794 and revenue for wholesale special contracts	(4,990,731.06)
Noncash and other income, GASB 31 investment market value change, miscellaneous Interest income, gas billing adjustment and unbilled revenue	<u>(8,415,481.46)</u>
Total excluded revenue	<u>(19,125,906.00)</u>
Gross revenue per New Series Bond Ordinance subject to 14% payment to the City	<u>\$160,565,390.86</u>
City payment per Bond Ordinance for February 2020 based upon February 2020 revenue	\$22,479,154.72
City payment per memorandum of understanding (MOU) regarding wholesale special contracts	507,559.19
Wholesale Special Contract Annual True Up	0.00
City Payment reduction per gas customer billing adjustment MOU	<u>(12,500.00)</u>
City payment per Bond Ordinance plus adjustments for memorandums of understanding	22,974,213.91 A
Utility services provided to the City for February 2020	<u>(2,405,951.16)</u>
Net amount to be paid from February 2020 revenue to the City in March 2020	<u>\$20,568,262.75</u>

CPS Energy Board of Trustees Meeting March 30, 2020

Comparison of City payment per Bond Ordinance (plus adjustments for memorandums of understanding) vs. Budget before deduction for utility services provided to the City:

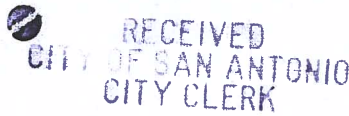
(Dollars in thousands)

February 2020	Actual	Budget	Variance	
Current Month* A	\$22,974	\$25,517	(\$2,543)	-10.0%
Year-to-Date*	\$22,974	\$25,517	(\$2,543)	-10.0%

* This amount does not include any additional funding authorized by the Board of Trustees.

Approval of the following resolution is requested:

"BE IT RESOLVED by the CPS Energy Board of Trustees that payment to the City of San Antonio in the amount of \$20,568,262.75 representing 14% of applicable system gross revenues for the month of February 2020, such payment being net of City utility services (\$2,405,951.16), is hereby approved." The total amount to be recovered from future revenues for fiscal year 2021 is \$10,524,959.43.



March 30, 2020

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REAFFIRMATION OF CPS ENERGY BOARD OF TRUSTEES
COMMITTEE ASSIGNMENTS

1. Audit & Finance Committee (A&F)
John Steen, Chair
Willis Mackey
2. CEO Search Committee (CEO SC)
John Steen, Chair
Janie Gonzalez
3. Employee Benefits Oversight Committee (EBOC)
John Steen, Chair
Willis Mackey
4. Master Planning Oversight Committee (MPOC)
Ed Kelley, Chair
John Steen
5. Nominations Committee (NC)
Ed Kelley, Chair
John Steen
6. Operations Oversight Committee (OOC)
Willis Mackey, Chair
Janie Gonzalez
7. Personnel Committee (PC)
Ed Kelley, Chair
Janie Gonzalez
8. Risk Management & Aligned Subcommittees (RMC)
Willis Mackey, Chair
All trustees are members
9. Technology & Innovation Committee (T&I) *
Janie Gonzalez, Chair
Willis Mackey

* Provides oversight of information technology projects and information technology security.