



CEO'S REPORT

PRESENTED BY:

Paula Gold-Williams

President & CEO

September 30, 2019

THIS MONTH'S TOPICS

- **CPS ENERGY BOARD AGENDA INSIGHTS**
- **COMMENT PERIOD**
- **ELECTRIFICATION – FALL SA SYMPOSIUM**
- **UPCOMING TOPICS**

AGENDA INSIGHTS – 1 of 3

ITEM 7A – **ADDITIONAL UPDATES**

- ERCOT SUMMER 2019 UPDATE:

- Guest Presenter:**

- ❖ **Bill Magness, President & CEO of ERCOT**

- Highlights:**

- ❖ **How the market generally works**

- ❖ **What were the challenges this summer**

- ❖ **When additional capacity investments are expected**

ITEM 7B – COST SAVINGS, PREVIEW CONSENT AGENDA ITEM

- **OPERATIONAL – ADVANCED CABLE TESTING**

- Improving the way we test power lines, which increases our accuracy & lowers our costs

ITEM 7C – FINANCIAL UPDATE

- **STRONG PERFORMANCE**

- Continued Cost Control, including reduced Debt Costs
- Optimized Wholesale Revenues

ITEM 7D – RENEWABLE NATURAL GAS

- **NATURAL GAS**
 - ❑ **Summary Preview of a New Process**
 - ❑ **Designed to lower gas pipeline carbon**

ITEM 10 – ENERGY STORAGE UPDATE

- **EMERGING TECHNOLOGY**
 - ❑ **Guest Presenter:**
 - ❖ **Judy McElroy, CEO of Fractal**
 - ❑ **Will Provide Some Industry Insights**

FLEXIBLE PATH COMMENT PERIOD STATUS UPDATE

FLEXPOWER BUNDLE COMPONENTS FOR DISCUSSION



300-900 MEGAWATTS
(MW)



10-50 MEGAWATTS
(MW)



300-500 MEGAWATTS
(MW)

CPS ENERGY'S PRESIDENT & CEO LAUNCHES
COMMUNITY INPUT ON THE NEW "POWER
BUNDLEFLEX"

CPS ENERGY NEWSROOM, JULY 10, 2019

CPS Energy Proposes Adding New Solar,
Batteries, Buying Natural Gas Power

RIVARD REPORT, JULY 10, 2019

FLEXIBLE PATH COMMENT PERIOD

KEY CONSIDERATIONS CONVEYED



SECURITY



SAFETY



RESILIENCY



RELIABILITY



ENVIRONMENT



AFFORDABILITY

This is how we save our customers money & add value.

FLEXIBLE PATH COMMENT PERIOD

MAJOR STEP FORWARD



INPUT CHANELS:

- PRESENTATIONS
- WORK SESSIONS
- + OTHERS AS HELPFUL



CIVIC BREAKFAST GROUP

ELECTRIFICATION

SYMPOSIUM IN S.A. THIS WEEK!

ELECTRIFICATION U.S. SYMPOSIUM SERIES

The Electrification Experience

October 2-3, 2019
San Antonio, Texas

Hosted by  CPS ENERGY

Registration is now
**REGISTER
NOW**
open for this event!

**PARTNERSHIP:
CPS Energy & EPRI**

UPCOMING TOPICS

- **PROGRAM PROGRESS**
 - ❑ ***FLEXPOWER BUNDLE* - continues**
 - ❑ ***FLEXSTEP***
- ... more to come ...**



Thank You

GLOSSARY / DEFINITIONS



- CAAP Climate Action and Adaptation Plan
- CEO Chief Executive Officer
- CFO Chief Financial Officer
- CRU Customer Response Unit
- EPRI Electric Power Research Institute
- FY Fiscal Year
- M Million
- MW Megawatts
- PFC SA Energy Acquisition Public Facility Corporation
- S.A. San Antonio
- RFP Request for Proposal