



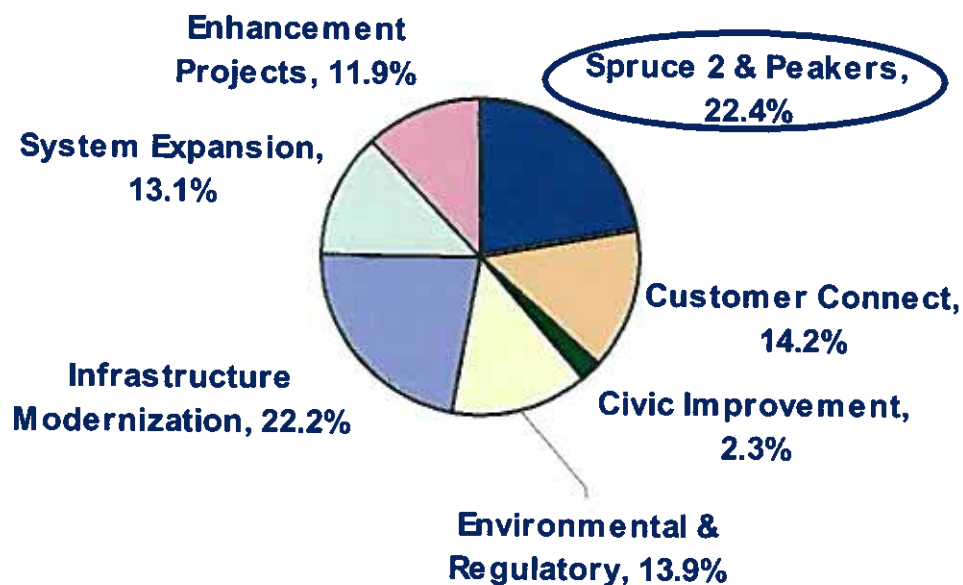
Budget Data

Fiscal Years 2011 & 2012

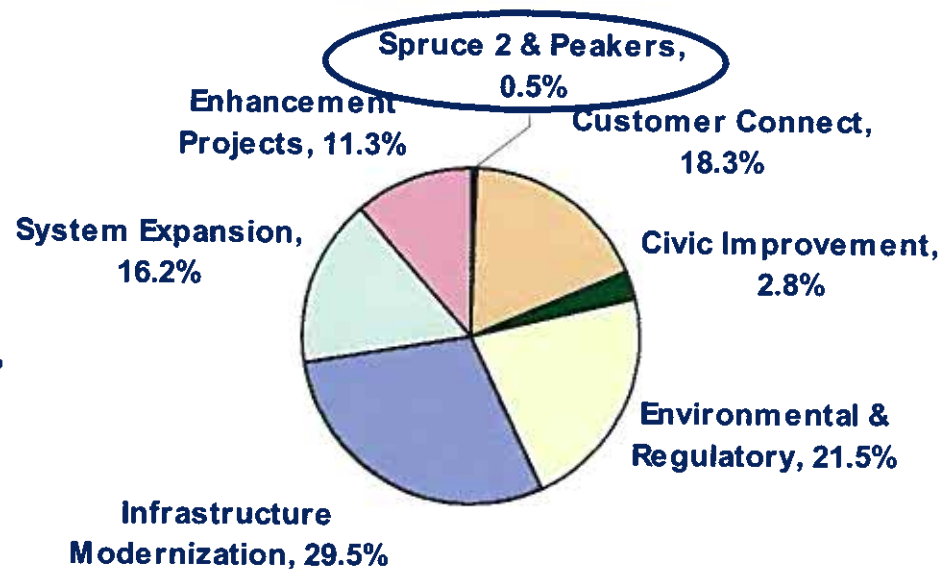


Projected FY 2011 & 2012 Capital Budget by Program Category

FY 2011 / \$523M



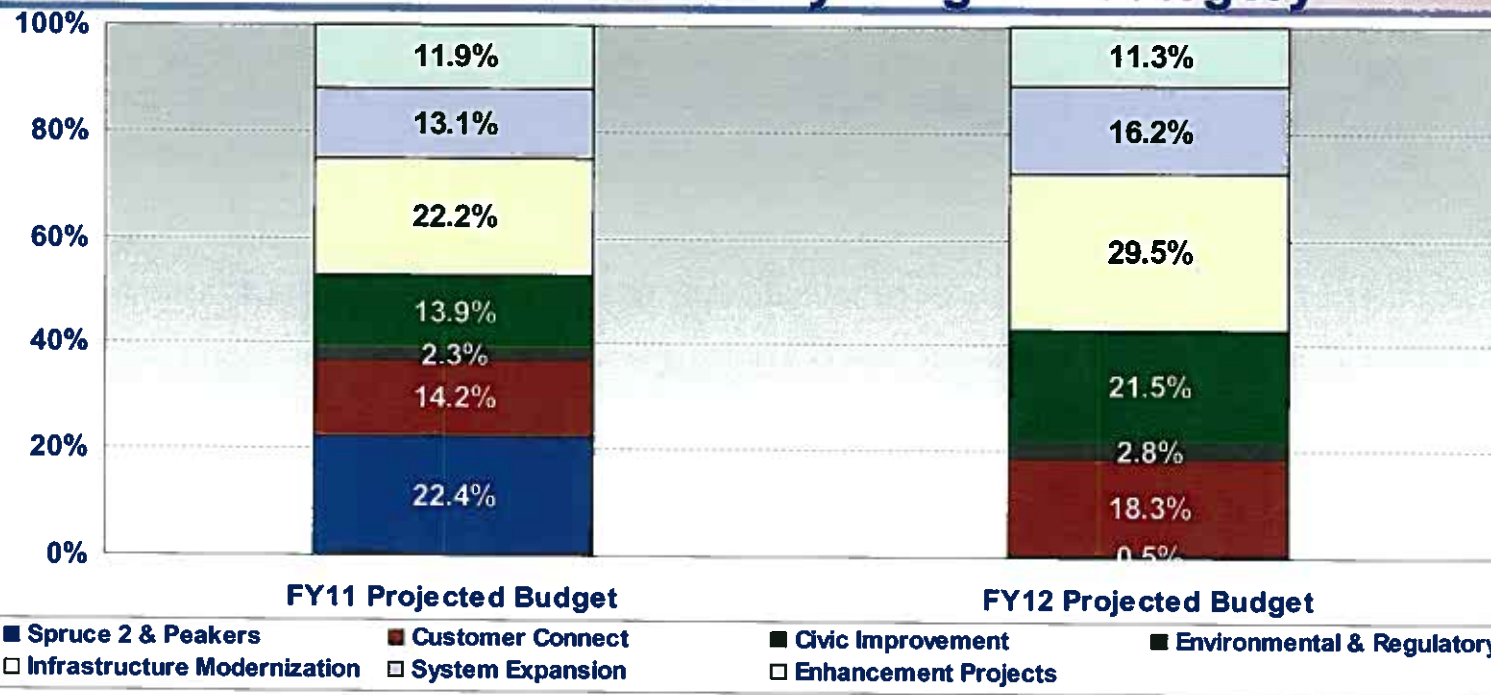
FY 2012 / \$433M



- **Approximately 90% of CPS Energy's proposed capital budget will be used to:**
 - Complete strategic projects in progress, Spruce 2 Braunig Peakers,
 - Connect new customers,
 - Respond to civic improvement requests,
 - Meet environmental/regulatory mandates, and
 - Maintain safety & reliability through system expansion or replacement of aging infrastructure.



Projected FY 2011 & 2012 Capital Budget by Program Category



(in millions)	FY11 Proposed Bud.	FY12 Proposed Bud.
Spruce 2 & Peakers	\$117.0	\$2.0
Customer Connect	74.2	79.1
Civic Improvement	12.1	12.0
Environmental & Regulatory	73.0	92.9
Infrastructure Modernization	116.4	127.8
System Expansion	68.4	70.2
Enhancement Projects	62.3	49.1
Total	\$523.4	\$433.1



Projects Supported by Bonds*

(Dollars in Millions)

	<u>Capital</u>
J. K. Spruce 2.....	\$ 85
Other Generation (Scrubbers, SCRs)	105
STP Units 1&2.....	20
Electric Transmission.....	20
Electric Distribution.....	100
Gas Distribution.....	20
Sub-Total (bond proceeds)	\$350
Debt Service Reserve.....	25
Costs of Issuance.....	4
Total	\$379

**Capital numbers are based on 1/19/2010 data and are subject to change.*



Capital Project Summary by Year & Priority Rating

Sum of Amount		Fiscal Year	
Priority Score	Category	FY2011	FY2012
1	Civic Improvements	12,182,194	11,937,191
	Customer Growth	74,258,466	79,080,829
	Environmental/Legal/Regulatory	70,263,230	22,865,900
	Infrastructure/Modernization	48,863,087	12,057,877
	Special Projects	124,707,053	2,056,918
	System Growth	34,678,907	4,688,000
1 Total		364,952,937	132,686,715
2	Environmental/Legal/Regulatory	1,005,590	70,014,138
	Infrastructure/Modernization	81,068,939	119,957,068
	Special Projects	14,767,000	9,900,000
	System Growth	33,737,090	65,556,715
2 Total		130,578,619	265,427,920
3	Environmental/Legal/Regulatory	1,750,000	
	Infrastructure/Modernization	1,373,128	4,158,538
	Special Projects	24,644,168	30,844,841
3 Total		27,767,296	35,003,379
Grand Total		\$ 523,298,852	\$ 433,118,013



Capital Project Summary by Year & Category

Sum of Amount		Fiscal Year	
Category	System	FY2011	FY2012
Civic Improvements	02) Electric Distribution	2,808,497	2,808,497
	03) Electric Transmission	969,698	652,300
	04) Gas Distribution	8,403,999	8,476,394
Civic Improvements Total		12,182,194	11,937,191
Customer Growth	02) Electric Distribution	65,525,717	67,508,572
	04) Gas Distribution	8,732,749	11,572,257
Customer Growth Total		74,258,466	79,080,829
Environmental/Legal/Regulatory	01) Generation	68,106,937	91,099,470
	03) Electric Transmission	1,500,883	780,568
	04) Gas Distribution	1,350,000	950,000
	07) Shared Services (OE&SS, ICS)	2,061,000	50,000
Environmental/Legal/Regulatory Total		73,018,820	92,880,038
Infrastructure/Modernization	01) Generation	41,587,457	37,239,697
	02) Electric Distribution	57,420,246	61,401,336
	03) Electric Transmission	13,492,852	18,511,949
	04) Gas Distribution	3,692,000	3,500,000
	05) Retail Energy	2,500,000	5,400,000
	07) Shared Services (OE&SS, ICS)	12,612,600	10,120,500
Infrastructure/Modernization Total		131,305,154	136,173,482
Special Projects	01) Generation	131,270,697	10,361,669
	02) Electric Distribution	16,217,650	11,877,113
	04) Gas Distribution	500,000	825,000
	05) Retail Energy	1,870,340	3,025,340
	07) Shared Services (OE&SS, ICS)	10,957,000	13,822,500
	08) Enterprise Services (CEO, GC, SGO, A&E, FS)	3,302,533	2,890,136
Special Projects Total		164,118,221	42,801,759
System Growth	02) Electric Distribution	35,671,570	37,586,105
	03) Electric Transmission	26,299,877	23,874,560
	04) Gas Distribution	4,806,550	4,664,050
	07) Shared Services (OE&SS, ICS)	1,638,000	4,120,000
System Growth Total		68,415,997	70,244,715
Grand Total		\$ 523,298,852	\$ 433,118,013

Fiscal Year **FY2011**

Capital Project Summary - Fiscal Year 2011

Sum of Amount		System							
Priority Score	Category	01) Generation	02) Electric Distribution	03) Electric Transmission	04) Gas Distribution	05) Retail Energy	07) Shared Services (OE&SS, ICS)	08) Enterprise Services (CEO, GC, SGO, A&E, FS)	Grand Total
1	Civic Improvements		2,808,497	969,698	8,403,999				12,182,194
	Customer Growth		65,525,717		8,732,749				74,258,466
	Environmental/Legal/Regulatory	65,351,347		1,500,883	1,350,000		2,061,000		70,263,230
	Infrastructure/Modernization	30,231,636	13,935,600	4,545,851			150,000		48,863,087
	Special Projects	124,707,053							124,707,053
	System Growth		15,990,000	18,688,907					34,678,907
1 Total		220,290,036	98,259,814	25,705,340	18,486,748		2,211,000		364,952,937
2	Environmental/Legal/Regulatory	1,005,590							1,005,590
	Infrastructure/Modernization	10,382,693	43,484,646	8,547,000	3,692,000	2,500,000	12,462,600		81,068,939
	Special Projects	-	3,450,000			550,000	8,267,000	2,500,000	14,767,000
	System Growth		19,681,570	7,610,970	4,806,550		1,638,000		33,737,090
2 Total		11,388,283	66,616,216	16,157,970	8,498,550	3,050,000	22,367,600	2,500,000	130,578,619
3	Environmental/Legal/Regulatory	1,750,000							1,750,000
	Infrastructure/Modernization	973,128		400,000					1,373,128
	Special Projects	6,563,644	12,767,650		500,000	1,320,340	2,690,000	802,533	24,644,168
3 Total		9,286,772	12,767,650	400,000	500,000	1,320,340	2,690,000	802,533	27,767,296
Grand Total		\$ 240,965,091	\$ 177,643,681	\$ 42,263,310	\$ 27,485,297	\$ 4,370,340	\$ 27,268,600	\$ 3,302,533	\$ 523,298,852

Fiscal Year **FY2012**

Capital Project Summary - Fiscal Year 2012

Sum of Amount		System							
Priority Score	Category	01) Generation	02) Electric Distribution	03) Electric Transmission	04) Gas Distribution	05) Retail Energy	07) Shared Services (OE&SS, ICS)	08) Enterprise Services (CEO, GC, SGO, A&E, FS)	Grand Total
1	Civic Improvements		2,808,497	652,300	8,476,394				11,937,191
	Customer Growth		67,508,572		11,572,257				79,080,829
	Environmental/Legal/Regulatory	21,085,332		780,568	950,000		50,000		22,865,900
	Infrastructure/Modernization	8,401,929	-	3,505,949			150,000		12,057,877
	Special Projects	2,056,918							2,056,918
	System Growth		4,688,000	-					4,688,000
1 Total		31,544,178	75,005,070	4,938,817	20,998,651		200,000		132,686,715
2	Environmental/Legal/Regulatory	70,014,138							70,014,138
	Infrastructure/Modernization	25,329,231	61,401,336	14,356,000	3,500,000	5,400,000	9,970,500		119,957,068
	Special Projects	1,500,000	-				5,900,000	2,500,000	9,900,000
	System Growth		32,898,105	23,874,560	4,664,050		4,120,000		65,556,715
2 Total		96,843,369	94,299,441	38,230,560	8,164,050	5,400,000	19,990,500	2,500,000	265,427,920
3	Environmental/Legal/Regulatory	3,508,538		650,000					4,158,538
	Infrastructure/Modernization	6,804,752	11,877,113		825,000	3,025,340	7,922,500	390,136	30,844,841
	Special Projects								
3 Total		10,313,289	11,877,113	650,000	825,000	3,025,340	7,922,500	390,136	35,003,379
Grand Total		\$ 138,700,837	\$ 181,181,623	\$ 43,819,377	\$ 29,987,701	\$ 8,425,340	\$ 28,113,000	\$ 2,890,136	\$ 433,118,013