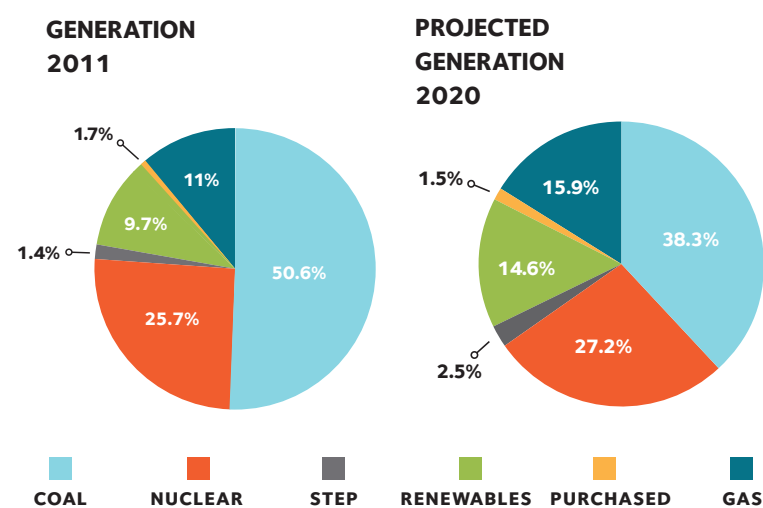


# PERFORMANCE

- Contracted to purchase 400 MW of solar power
- In FY 2014, through the Save For Tomorrow Energy Plan, 14,790 residential rebates were paid to CPS Energy customers. There are 80,688 customers on our Smart Thermostat program. STEP has helped the city avoid 53,597 tons of carbon dioxide emissions in FY 2014.
- Purchased the 800 MW Rio Nogales natural gas power plant
- Partnered with six clean energy technology companies to bring jobs to our community and support the development of the New Energy Economy in Greater San Antonio
- Exceeded electric service reliability goals with a System Average Interruption Duration Index (SAIDI) score of 51.39 minutes, placing the company in the top decile of utilities nationwide

## OUR GENERATION MIX IS PRESENTLY 35% EMISSIONS-FREE TO BE EVEN CLEANER BY 2020



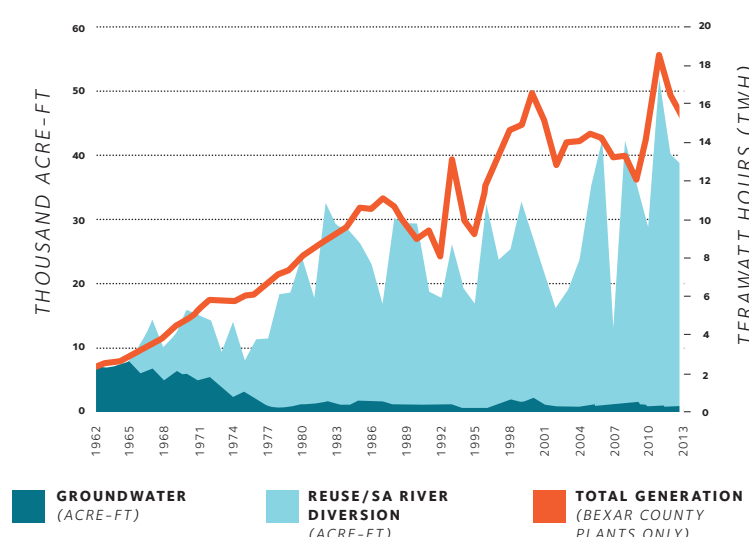
## EMISSION REDUCTIONS EQUIVALENT TO REMOVING MORE THAN ONE MILLION CARS FROM THE ROAD\*

TECHNOLOGY	CO2 REDUCTIONS (TONS PER YEAR)	NOX REDUCTIONS (TONS PER YEAR)	SOX REDUCTIONS (TONS PER YEAR)	EQUIVALENT NUMBER OF CARS REMOVED
WIND	3,061,488	839	2,205	556,634
SHUT DOWN DEELY COAL UNITS	3,275,240	1,705	21,002	595,498
SAVE FOR TOMORROW ENERGY PLAN	704,744	269	104	128,135
SOLAR (UTILITY SCALE + ROOFTOP)	616,772	201	0	112,140
LED STREETLIGHTS	20,980	9	23	3,814
<b>TOTALS</b>	<b>7,679,224</b>	<b>3,023</b>	<b>23,334</b>	<b>1,396,223</b>

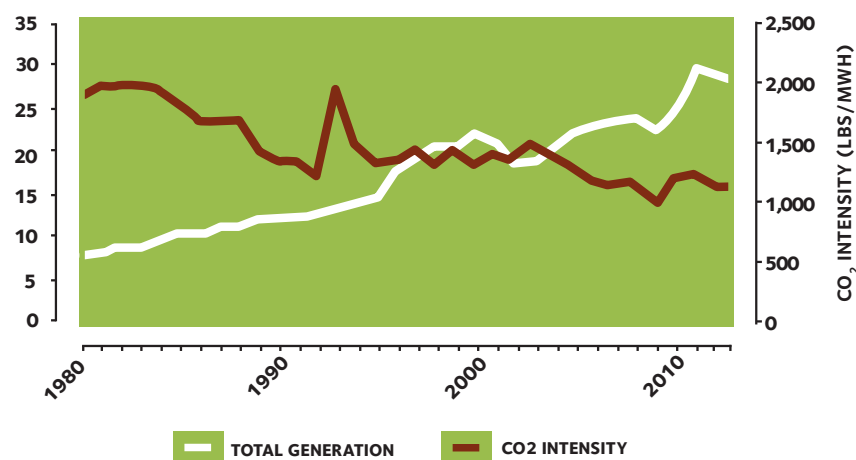
# PLANET

- Ahead of schedule toward obtaining 1,500 MW of capacity from renewable resources, and on track to reduce our 2020-projected peak electricity demand by 771 MW
- Approved 3,683 Green Shade tree rebates for CPS Energy customers from 2010-2013
- Saved more than 333 billion gallons of Edwards Aquifer water by using recycled water to cool our power plants from 1962 to 2013
- Reduced emissions of Nitrogen Oxides (NOx) by about 70 percent since 1997

## CONSCIENTIOUS PLANNING HAS SAVED BILLIONS OF GALLONS OF PRECIOUS EDWARDS AQUIFER WATER



## OUR GREENHOUSE GAS EMISSION RATES CONTINUE TO DECLINE EVEN AS OUR GENERATION INCREASES

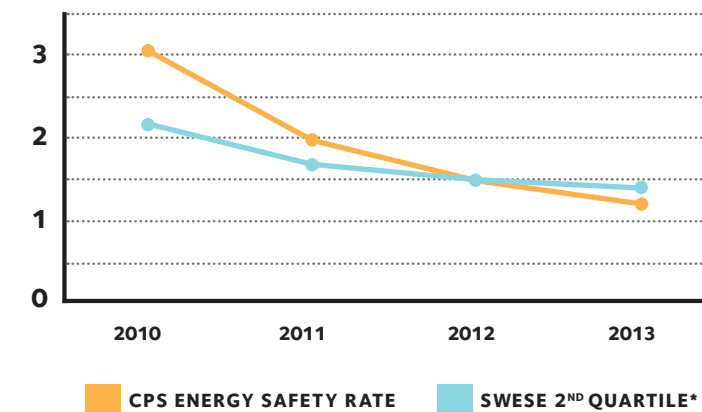


# PEOPLE

- We are committed to creating a culture focused on zero injuries and illnesses, where everyone goes home safely at the end of the workday. This effort not only produced a reduction in our recordable incident rate in 2013, also provided a reduction in the number and severity of injuries.
- In 2013, volunteered more than 15,000 community service hours
- During the 2012-2013 school year 56 CPS Energy reading buddy volunteers read with their buddy just 30 minutes a week and improved their reading skills by an average of 1.3 grade levels.
- In 2012 and 2013, REAP donations totaled \$3,620,431 – helping assist low-income or financially distressed households who are having difficulty paying their bill

WE VOLUNTEERED MORE THAN  
**15,000**  
 COMMUNITY SERVICE  
**HOURS**

## WE HAVE IMPROVED SAFETY PERFORMANCE BY OVER 70% SINCE 2010



\*Southwest Electric Safety Exchange - industry average

\*Table is Projected Emissions Reduced by 2020 Resulting from Strategic Initiatives. The emissions reductions are calculated using expected MWhs from each new technology on an annual basis. The 7.7 million tons of CO2 reduction is expected annually in 2020 if all the new technologies move forward as planned. Wind is currently achieving a 3 million ton reduction in CO2 and is expected to continue into 2020 and beyond, so only 4.7 million tons are new emission reductions. The baseline year for these reductions is 2010.

Long before the term “sustainability” came into use, CPS Energy employees were planning for the future. Today, we’re even more focused on our commitment to our customers, our community, the environment, and the long term viability of our company.

CPS Energy’s sustainability strategy builds on our legacy with award-winning initiatives backed by solid business operations, financial strength, and technical innovation.



**CPS ENERGY CONTINUED TO EXPAND OUR RENEWABLE ENERGY GENERATION PORTFOLIO:**

- OCI Solar Power completed the 41 MW Alamo 1 plant and began construction on the 4.4 MW Alamo 2 plant near San Antonio. OCI Solar Power and its consortium partners plan to create 800 jobs and make \$100 million in capital investments throughout the community.
- Received the Silver Excellence in Economic Development Award from the International Economic Development Council for the company’s New Energy Economy initiative and its commitment to protect the environment by diversifying its generation portfolio, investing in clean technologies and creating economic development opportunities in San Antonio.
- Kicked off our five-year, \$290 million Smart Grid Initiative project designed to install advanced metering infrastructure and to enable distribution automation across CPS Energy’s service territory.
- Received an Award of Excellence in Corporate Responsibility from Platts Global Energy for being an outstanding corporate citizen.
- Recycled 467,717 tons of material, generating over \$5.0 million in proceeds that benefit CPS Energy and its customers.
- Maintained some of the utility industry’s highest financial ratings.
- Reduced emissions of Nitrogen Oxides (NOx) by about 70 percent since 1997.

**WE BUILT ON OUR LEGACY OF OUTSTANDING FINANCIAL PERFORMANCE AND CONTRIBUTIONS TO THE CITY OF SAN ANTONIO**

**FINANCIAL HIGHLIGHTS (\$ THOUSANDS)**

YEAR	FY 2014	FY 2013
REVENUES	\$2,458,265	\$2,256,531
PAYMENTS TO THE CITY OF SAN ANTONIO	\$317,504	\$283,786
TOTAL ASSETS	\$10,458,498	\$10,069,760
TOTAL EXPENSES	\$2,451,059	\$2,253,586



FOR MORE INFORMATION GO TO [CPSENERGY.COM](http://CPSENERGY.COM)

**POWER**  
 OUR  
**FUTURE**  
 PERFORMANCE, PLANET & PEOPLE

CPS ENERGY SUSTAINABILITY  
 REPORT SUMMARY 2011-2013