Correction and update to previous public input meeting invitation letter. Please see highlighted area below.

November 7, 2012

Dear CPS Energy Customers and neighboring property owners:

As you may know, CPS Energy plans to build a new substation northwest of San Antonio and Helotes in Bexar County. The new substation will require approximately 5 acres of property and may require the addition of a short span of transmission line to the existing Helotes-Menger Transmission Line. We propose to start construction in the fall of 2013.

The siting of this substation has been managed through CPS Energy's Facility General Routing and Siting Process, which included an open house, a detailed environmental assessment and many conversations with interested parties. The project team presented a recommended site (please see enclosed map) to the CPS Energy Board of Trustees at a regularly scheduled Board meeting on October 29, 2012. The Board again will consider the site at a regularly scheduled meeting on Monday, November 19, 2012.

Prior to making a final determination, the Trustees will host a public input meeting on the evening of November 13, 2012 to hear customer comments and suggestions about the site selection and associated power line route.

Here are the details:

CPS Energy Public Input Session Ranchtown Substation Project

Tuesday November 13, 2012 5:30pm-8:00pm Helotes 4-H Activity Center 12132 Leslie Rd. Helotes, Texas 78023

AGENDA:

5:30 to 6:00 p.m. ----- Registration, displays and informal discussion with CPS Energy staff 6:00 to 8:00 p.m. ----- Public Input Meeting

Customers who wish to speak should fill out a registration card between 5:30 and 6:00 p.m. Customers also may submit written comments during the registration period. This meeting is free and open to the public.

Included in this packet are the guidelines for the public input meeting for your review prior to the meeting. Additional information is available at www.cpsenergy.com (search word "Ranchtown"). Thank you for your valuable input to this process. Should you have additional questions, or if you need any special on-site accommodations to attend this meeting, please contact me.

Sincerely, Bruce Raney Project Manager 210-353-3107