

August 29, 2022

Re: Reliability Improvement Project, Tezel Substation

Dear Valued Customer,

Thank you for allowing us to serve your energy needs. We are writing to provide you with an update on the Tezel Substation project. On July 26, 2021, CPS Energy's Board of Trustees approved Site 5 for the Tezel Substation project. The enclosed map illustrates the substation site location. The Tezel Substation is needed to keep pace with customer growth and strengthen reliability for our existing customers.

Since the Board's approval, our project team has completed the Tezel Substation sitework design. Sitework construction is scheduled to begin on Monday, September 12, 2022. CPS Energy's civil contractor for the sitework construction is Dorazio Enterprises, Inc. Weather permitting, the anticipated completion time for the sitework is the end of February 2023. We do not expect any construction-related power outages while the sitework construction is being performed.

Following sitework construction, CPS Energy crews will continue with the substation's internal civil construction and electrical construction. The overall substation construction and energization is scheduled for completion in June 2024.

For more detailed project information, visit **cpsenergy.com/tezel**. If you have any questions about the project, please feel free to contact me at **(210) 353-5318** or by emailing **ADemendonca@cpsenergy.com**.

Thank you for your patience and understanding while we complete the Tezel Substation project.

Sincerely,

Antonio DeMendonca, M.B.A.

Project Manager

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