



Citizens Advisory Committee Quarterly Meeting Notes 1st Quarter 2023

January 11, 2023

On Wednesday, January 11, 2023 the Citizens Advisory Committee (CAC) held its regularly scheduled monthly meeting in-person and via WebEx.

David Kee, Director of Energy Market Policy, briefed the Committee on potential changes related to the design of the Electric Reliability Council of Texas (ERCOT) energy market. Topics covered by David included the following:

- Wholesale electric markets are key to creating incentives for generation investment
- The Public Utilities Commission (PUC) has overarching authority over the energy market.
 - Making incremental changes, moving to a capacity market.
 - Creating an incentive for dispatchable generation, which is what state leaders want.
- PUC Perspective & Activity
 - Market design is a top priority
 - PUC Commissioners are highly motivated to improve the market.
- Efforts & Timeline
 - This coming Legislative Session is likely to influence the PUC's direction and speed.
- CPS Energy aligns well with everything that's been proposed, we continue to assess the potential scenarios

Kari Meyer, Director of Federal & State Relations, and Christian Krueger, Manager of Federal & State Relations, provided a presentation on CPS Energy and the 88th Texas Legislative Session.

Topics covered by Kari & Christian included the following:

- State Election Recap
 - Republicans maintain control of both the House and Senate
 - Texas House Speaker is Representative Dade Phelan (R) from Beaumont

- Statewide Priorities
- Anticipated energy industry issues
- CPS Energy's State Legislative priorities

February 8, 2023

On Wednesday, February 8, 2023 the CAC held its regularly scheduled monthly meeting in-person and via WebEx.

Lisa Lewis, Chief Administrative Officer, briefed the Committee on CPS Energy's strategic plan called Vision 2027 – An Evolving Utility. The strategic plan focuses on objectives to meet our mission through the lenses of equity and security, enabled by technology and innovation. The plan establishes five strategic objectives with goals and key initiatives:

- Operational Evolution
- Financial Stability
- Customer Experience
- An Engaged Service-Oriented Culture
- Community Partnership & Growth

The plan is designed to carry CPS Energy through an ever-changing industry over the next five years.

March 15, 2023

On Wednesday, March 15, 2023 the CAC visited the Texas State Capitol.