

FINANCIAL FACT SHEET

For the Fiscal Year Ended January 31, 2024



Customer Assistance

Products, services and advice to help you manage your energy use and bill.



The community was invited to participate and engage with us at our two open houses on Wednesday, July 26, 2023. The open houses featured several information stations on topics such as energy conservation, power generation planning, billing assistance, and much more. This event was just one of the many ways we engaged with the community in fiscal year 2024.

CPS ENERGY HIGHLIGHTS

- Our mission is to serve our community through reliable, competitively priced, and sustainable energy services in an equitable manner.
- We are the nation's largest community-owned electric and natural gas company.
- The company was established in 1860, acquired by the City of San Antonio in 1942, and has been serving our community for 163 years.
- We return 14% of our revenues, more than \$1 million a day, to the City of San Antonio's General Fund, which helps pay for fire, police, infrastructure, parks, and other investments.
- Our One Team culture focuses on transparency and Connecting, Listening, Engaging, and Serving our community.

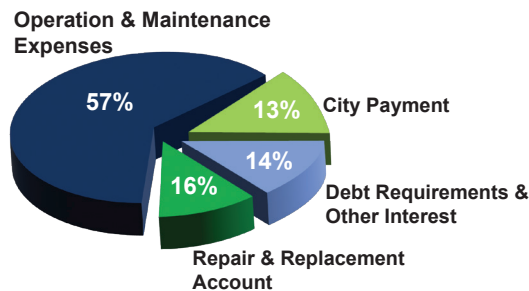
In Fiscal Year 2024, CPS Energy:

- Awarded Peak Load Management Alliance (PLMA) award for innovation in Flexible Load Management.
- Earned diamond-level for reliability from the American Public Power Association (APPA).
- Received two recognitions in Chartwell's 20th Annual Best Practices Awards in both Gold and Silver categories. Earned the Gold Award for Serving Vulnerable Customers which was based on our innovative approach to customer service and energy equity and Silver Award for our communications efforts in the development of our color-coded energy conservation system.
- Connected customers with \$25.6 million in utility assistance in fiscal year 2024.
- Added 150 MW of solar energy to our generation portfolio with a power purchase agreement (PPA) with Genesis Consolidated Industries Holdings (GCI).
- Approved Rate Request by our Board of Trustees followed by the approval of San Antonio's City Council. This rate increase is addressing CPS Energy's infrastructure resiliency, growth, technology and security needs and workforce planning.
- Recognized with the first-ever Build San Antonio Green commercial retrofit certification. The level 2 certification signifies CPS Energy's headquarters having ten percent or greater energy savings over the projected amount.
- Awarded Safety Award of Excellence – Third Place by the American Public Power Association.
- Ranked number #27 in Top 100 Fleets by the National Association of Fleet Administrators.
- Awarded \$30M Grid Resiliency and Innovation Partnership (GRIP) Grant to enhance the utility's ongoing efforts to maintain grid reliability and resiliency.

FINANCIAL DATA (as of January 31, 2024)

| | |
|---|---------|
| Total assets (in billions) | \$14.1 |
| Repair and Replacement Account (in millions) | \$790.5 |
| Revenue bonds outstanding (in billions) | \$6.6 |
| Weighted-average interest rate on senior lien bonds outstanding | 4.1% |
| Commercial paper outstanding (in millions) | \$351.4 |
| Weighted-average interest rate on commercial paper outstanding | 3.4% |
| Debt-to-debt and net position | 60.8% |
| Debt service coverage - senior lien bonds | 4.03x |
| Adjusted Debt Service Coverage (ADSC) | 2.21x |
| City payments since October 1942 (in billions) | \$9.6 |

Application of Revenues for Fiscal Year 2024



DEBT RATINGS BONDS AND COMMERCIAL PAPER

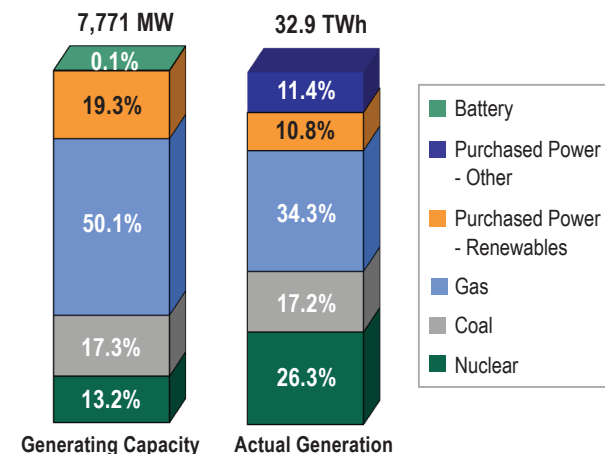
Ratings at January 31, 2024

| | Senior Lien | Junior Lien | Commercial Paper |
|--------------------|-------------|-------------|------------------|
| Fitch Ratings | AA- | AA- | F1+ |
| Moody's | Aa2 | Aa3 | P-1 |
| S&P Global Ratings | AA- | A+ | A-1 |

ELECTRIC SYSTEM

| | |
|---|-------------|
| Electric sales in terawatt-hours (TWh) | 31.6 |
| Peak demand on August 21, 2023 (MW) | 5,701 |
| Average residential revenue (¢ per kWh) | 12.14¢ |
| Customers as of January 31, 2024 | 950,129 |
| Overhead lines | 8,291 miles |
| Underground lines | 7,066 miles |
| Transmission lines | 1,555 miles |

Electric retail service area (1,515 sq. miles) includes Bexar County and small portions of adjacent counties: Atascosa, Bandera, Comal, Guadalupe, Kendall, Medina and Wilson.



Megawatt (MW) is the measure of electric power equal to 1,000 kilowatts. One MW can power 250 homes on a hot day.

Kilowatt-hour (kWh) is a standard unit to measure electricity. One kWh is 1,000 watts of electricity used for one hour.

Terawatt-hour (TWh) is one billion kilowatt-hours (kWh).

System average interruption (calendar year):

| | |
|--------------------------------------|-------|
| Duration index (SAIDI) ¹ | 61.19 |
| Frequency index (SAIFI) ² | 1.01 |

¹Average duration of electric power outages in minutes

²Average frequency of electric power outages

GAS SYSTEM

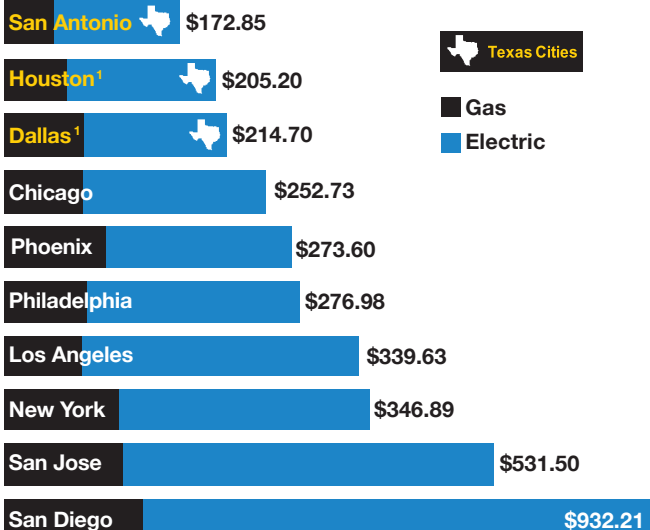
| | |
|--|-------------|
| Gas sales (BCF) | 27.5 |
| Gas purchases for distribution (BCF) | 27.5 |
| Average residential revenue (\$ per MCF) | \$12.14 |
| Customers as of January 31, 2024..... | 389,116 |
| Distribution mains..... | 6,062 miles |
| Transmission mains..... | 116 miles |

Gas customers are located in Bexar, Comal, Guadalupe and Medina Counties. Natural gas is measured in cubic feet. **MCF** is 1,000 cubic feet. A Billion Cubic Feet (**BCF**) of natural gas is enough to meet the needs of approximately 10,500 American homes for a year.

RESIDENTIAL ELECTRIC & GAS BILL

Comparison of the 10 Largest U.S. Cities

Based on 1,000 kWh and 5 MCF usage in FY2024



¹Electric bill based on Power To Choose data for 12-month offers with a 4 and 5 Star rating for February 2023 - January 2024

SUMMARY OF REVENUES, EXPENSES & CHANGES IN NET POSITION

(in thousands)

| | Fiscal Year Ended January 31, | |
|--|-------------------------------|---------------------|
| | 2024 | 2023 ¹ |
| Revenues | | |
| Electric | | |
| Retail | \$ 2,744,093 | \$ 2,819,575 |
| Wholesale | 380,982 | 239,067 |
| Total electric operating revenues | 3,125,075 | 3,058,642 |
| Gas | 234,174 | 324,761 |
| Total operating revenues | 3,359,249 | 3,383,403 |
| Nonoperating income, net | 97,040 | 62,301 |
| Total revenues and nonoperating income | 3,456,289 | 3,445,704 |
| Expenses | | |
| Fuel, purchased power and distribution gas | 1,031,560 | 1,379,474 |
| Operation and maintenance | 787,631 | 688,700 |
| Energy efficiency and conservation ² | 54,746 | 49,933 |
| Regulatory assessments | 99,828 | 99,948 |
| Decommissioning | 21,790 | 23,286 |
| Depreciation and amortization | 508,421 | 496,805 |
| Interest and debt-related | 253,044 | 224,377 |
| Effect of defined benefit plan funding obligations - STP | 7,287 | (26,138) |
| Payments to the City of San Antonio | 449,351 | 438,528 |
| Total expenses | 3,213,658 | 3,374,913 |
| Income before other changes in net position | 242,631 | 70,791 |
| Other payments to the City of San Antonio | (12,853) | (11,524) |
| Contributed capital | 103,062 | 81,225 |
| Change in net position | 332,840 | 140,492 |
| Net position - beginning | 4,031,215 | 3,890,723 |
| Net position - ending | \$ 4,364,055 | \$ 4,031,215 |

¹Certain amounts have been reclassified to conform to current year presentation

²Includes Sustainable Tomorrow Energy Plan (STEP)

SUMMARY OF STATEMENTS OF NET POSITION

(in thousands)

| | January 31, | |
|---|----------------------|----------------------|
| | 2024 | 2023 ¹ |
| Assets | | |
| Current assets | \$ 1,204,611 | \$ 1,285,994 |
| Noncurrent assets | 3,095,301 | 2,830,996 |
| Capital assets, net | 9,763,110 | 9,272,283 |
| Total assets | 14,063,022 | 13,389,273 |
| Deferred outflows of resources | 747,712 | 754,235 |
| Total assets plus deferred outflows of resources | \$ 14,810,734 | \$ 14,143,508 |
| Liabilities | | |
| Current liabilities | \$ 977,821 | \$ 995,805 |
| Long-term debt, net | 7,175,452 | 6,930,755 |
| Other noncurrent liabilities | 2,101,005 | 1,874,430 |
| Total liabilities | 10,254,278 | 9,800,990 |
| Deferred inflows of resources | 192,401 | 311,303 |
| Total liabilities plus deferred inflows of resources | 10,446,679 | 10,112,293 |
| Net position | | |
| Net investment in capital assets | 2,682,503 | 2,672,442 |
| Restricted | 965,197 | 813,194 |
| Unrestricted | 716,355 | 545,579 |
| Total net position | 4,364,055 | 4,031,215 |
| Total liabilities plus deferred inflows of resources plus net position | \$ 14,810,734 | \$ 14,143,508 |

¹Certain amounts have been reclassified to conform to current year presentation

EMPLOYEES

| | |
|--|-----------|
| Employees as of January 31, 2024 | 3,497 |
| Total payroll - FY2024 (in millions) | \$368.8 |
| United Way pledges - 2023 Campaign | \$556,762 |

BOARD OF TRUSTEES

| | |
|--|--|
| <p>Janie Martinez Gonzalez Board Chair, Southwest Quadrant</p> <p>Dr. Francine Sanders Romero Vice Chair, Northwest Quadrant</p> <p style="text-align: center;">Mayor Ron Nirenberg Ex-Officio Member</p> | <p style="text-align: center;">John Steen Trustee, Northeast Quadrant</p> <p style="text-align: center;">Dr. Willis Mackey Trustee, Southeast Quadrant</p> |
|--|--|

Excluding the Mayor, the Trustees are nominated by the Board and confirmed by the San Antonio City Council.

EXECUTIVE LEADERSHIP TEAM

| | |
|---|---|
| <p>Rudy D. Garza President & Chief Executive Officer (CEO)</p> <p>Elaina Ball Chief Strategy Officer (CSO)</p> <p>Benjamin Ethridge Chief Energy Supply Officer (CESO)</p> <p>DeAnna Hardwick Chief Customer Strategy Officer (CCSO)</p> <p>Cory Kuchinsky Chief Financial Officer & Treasurer (CFO)</p> | <p>Lisa Lewis Chief Administrative Officer (CAO)</p> <p>Richard Medina Chief Energy Delivery Officer (CEDO)</p> <p>Shanna Ramirez Chief Legal & Ethics Officer (CLEO), General Counsel, & Board Secretary</p> <p>Evan O'Mahoney Chief Information Officer (CIO)</p> |
|---|---|

CPS Energy

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