



August 25, 2016

Valued CPS Energy Customer:

CPS Energy would like to invite you to attend an open house to learn about an upcoming project that will improve the electric service reliability in your area. The Shepherd Substation & Transmission project consists of building a new substation, transmission line and associated distribution lines southwest of San Antonio near Shepherd and Pearsall Roads.

The new substation will require approximately 6 acres of property and a transmission line that will connect to the existing Valley Rd to Cagnon Transmission Line. We propose to start construction fall 2017.

At the open house we will inform customers of our plans for the substation and transmission route. We welcome your questions, comments and concerns regarding this project. CPS Energy team members directly involved with this project will be present to answer your questions. This event will have an informal "come and go" type format consisting of information stations addressing specific areas of the project. Attendees are encouraged to review each station at their own pace and ask questions.

CPS Energy Open House
Shepherd Substation & Transmission Project
5:30pm-7:30pm August 25, 2016
Silverado Event Center
16490 IH 35 South, Atascosa, TX 78002

Included in this packet is a brochure describing the project with a map showing the study area. Additional information is also available at www.cpsenergy.com search: Shepherd.

I look forward to meeting you and answering your questions. Thank you in advance for taking the time to join us and provide us with your feedback.

Sincerely,

JJ Hernandez

Project Manager