CPS ENERGY
MINUTES OF THE REGULAR MEETING OF THE BOARD OF TRUSTEES
HELD ON APRIL 27, 2026

The Regular Meeting of the Board of Trustees of CPS Energy for the month of April was held on Monday, April 27, 2026, in the Board Room on the First Floor of the CPS Energy headquarters located at 500 McCullough, San Antonio, Texas.

I. CALL TO ORDER

Chair Romero called the meeting to order at 1:00 p.m.

Present were Board members:
Dr. Francine Romero, Chair
Dr. Willis Mackey, Vice Chair
Ms. Janie Gonzalez (present from 1:00 p.m. to 1:35 p.m.)
Dr. Erika Gonzalez

Absent:
Mayor Gina Ortiz Jones

Also present were:
Mr. Rudy D. Garza, President & CEO
Ms. Shanna M. Ramirez, Chief Legal & Ethics Officer, General Counsel & Board Secretary
CPS Energy staff members

II. SAFETY MESSAGE, INVOCATION AND PLEDGE OF ALLEGIANCE

A safety message, invocation, and the Pledge of Allegiance were delivered by Mr. Mike Hemingson, Lean Six Sigma Manager.

III. PUBLIC COMMENT

Ms. Henrietta LaGrange, community member, reminded all CPS Energy employees and Board of Trustees members to take care of their health.

Ms. DeeDee Belmares, Public Citizen, stated she is encouraged that the blended approach for the Power Generation Plan includes more renewable energy, but urged the Board to consider demand response options. She also requested an update on community solar and costs of service.

IV. CEO REMARKS

Mr. Garza stated he is sending his prayers and best wishes to the Nowell and Ochoa families. He further stated that our thoughts continue to be with the impacted residents of the Preston Hollow subdivision, and our focus solely remains on supporting them. He thanked a number of employees and officials who responded. He noted that our Customer Response Unit (CRU) has been helping customers, and asked people to call us if they needed assistance. He reminded customers that if they smell gas to immediately leave the premises and call

CPS Energy and 911. Finally, he explained that the National Transportation Safety Board (NTSB) is leading the investigation, and that even these comments had to be pre-approved. We are being cooperative and are updating the community as we can and are able. He closed by stating that everything our community feels, CPS Energy feels as well, and that we are going to do everything we can to support our customers, to ensure that our gas system remains safe for our customers, and to follow the investigation process.

V. CHAIR'S REMARKS

Chair Romero echoed Mr. Garza's sentiments for the residents of Preston Hollow, noting they are all in in our thoughts. She stated the Board has seen how CPS Energy responded, and we thank them for handling this situation with empathy and care. She stated that Mr. Garza and his team have kept the Board updated on their work to help customers, and she thanked the team on behalf of the Board.

VI. CEO RECOGNITION

Mr. Garza recognized the CPS Energy team that provided educational information at the San Antonio Rodeo this past season. He noted the teams visited with 21,000 community members, including 36 school districts. He stated that he appreciated their hard work and efforts to give back to our community.

Mr. Garza then provided a brief overview of the agenda.

VII. CONSENT AGENDA

On a motion by Vice Chair Dr. Mackey, seconded by Trustee Dr. Gonzalez, and upon the affirmative vote of all members present, the following items on the Consent Agenda were unanimously approved:

A. Approval of Payment to the City of San Antonio for March 2026

The New Series Bond Ordinance that took effect February 1, 1997 provides for a total cash payment to the City of San Antonio (City) in an amount not to exceed 14% of gross revenue as calculated pursuant to such Ordinance, less the value of other services provided to the City, with the percentage (within the 14% limitation) to be determined by the governing body of the City. The cash transfer to the City for the month of March 2026 is based on actual gross revenue per the New Series Bond Ordinance of $245,385,300.92, less applicable exclusions. In accordance with the New Series Bond Ordinance Flow of Funds requirements, current month revenue did not meet the full obligation for City Payment by $30,662,386.09. This situation is a common occurrence for CPS Energy in the spring months due to the seasonal billing patterns. Under the previously approved agreement with the City, CPS Energy will advance to the City $30,662,386.09 against future months' revenues for fiscal year 2027. The revenue for the month of March 2026 is calculated as follows:

Gross revenue per CPS Energy financial statements	
Electric revenue	$246,036,671.91
Gas revenue	27,946,673.23
Other operating revenue	310,625.27
Interest and other income	8,015,829.85

Gross revenue per CPS Energy financial statements	282,309,800.26	
Excluded revenue		
School and hospital revenue per City Ordinance 55022	(8,278,366.33)	
LVG revenue per City Ordinance 100709	(353,475.67)	
Fuel cost component of off-system nonfirm energy sales per City Ordinance 61794 and revenue for wholesale special contracts	(25,651,292.13)	
Noncash and other income, GASB 31 investment market value change, miscellaneous interest income, gas billing adjustment and unbilled revenue	(2,641,365.21)	
Total excluded revenue	(36,924,499.34)	
Gross revenue per New Series Bond Ordinance subject to 14% payment to the City	$245,385,300.92	
City payment per Bond Ordinance for March 2026 based upon March revenue	$34,353,942.13	
City payment per memorandum of understanding (MOU) regarding wholesale special contracts	3,135,549.11	
City Payment reduction per gas customer billing adjustment MOU	(12,500.00)	
City payment per Bond Ordinance plus adjustments for MOU	37,476,991.24	**A**
Utility services provided to the City for March 2026	(2,979,257.84)	
Net amount to be paid from March 2026 revenue to the City in April 2026	$34,497,733.40	

Comparison of City payment per Bond Ordinance (plus adjustments for memorandums of understanding) vs. Budget before deduction for utility services provided to the City:

(Dollars in thousands)

March 2026	Actual	Budget	Variance	
Current Month **A**	$37,477	$36,892	$585	1.6%
Year-to-Date	$79,542	$76,997	$2,545	3.3%

Approval of the following resolution is requested:

"**BE IT RESOLVED** by the CPS Energy Board of Trustees that payment to the City of San Antonio in the amount of $34,497,733.40 representing 14% of applicable system gross revenues for the month of March 2026, such payment being net of City utility services ($2,979,257.84), and including the current month shortage, is hereby approved." The total amount to be recovered from future months' revenues for fiscal year 2027 is $42,573,749.63."

B. Minutes from the Regular Board Meeting held on March 30, 2026

C. Assistant Treasurer Appointment (Resolution)

The resolution is attached as Attachment "A".

D. Board of Trustees Committee Charters

E. Procurement Items:

1. **Item Description:** Real Estate Appraisal and Expert Testimony Services
   Category: Professional Services
   Supplier: Allen Williford & Seale, Inc.
   Atrium Real Estate Services, Inc.
   CBRE, Inc.
   JLL Valuation & Advisory Services, LLC
   Poseidon Valuation, LLC dba Titan Commercial Valuation, LLC

2. **Item Description:** Active PO Funding Increase: Miscellaneous Transmission Hardware
   Category: Commodity & Material Goods
   Supplier: Techline, Inc.
   Stuart C. Irby Co.

3. **Item Description:** Large Electrical Motor Maintenance and Repair Services
   Category: General Services
   Supplier: Amerimex Motor & Controls, LLC dba San Antonio Armature Works
   Austin Armature Works LP
   Bradley's, Inc.
   K&R Operating LLC dba North End Electric
   Lonestart Armature, LLC
   Shermco Industries, Inc.

4. **Item Description:** BPA PO Release: Geotechnical Engineering Services – Howard-to-San Miguel Transmission Line Project
   Category: Professional Services
   Supplier: Arias & Associates, Inc.

VIII. BOARD COMMITTEE REPORTS

In the interest of time, Chair Romero accepted the submission of the following reports for the record in lieu of having them read during the meeting:

Board Committee Reports

A. Technology & Resilience Committee Meeting held on March 16, 2026. The report is attached as Attachment "B" to the meeting minutes.

Community Input Committee Reports

B. Customer Relations and Communications Working Group Meeting held on April 8, 2026. The report is attached as Attachment "C" to the meeting minutes.

C. Power and Technology Working Group Meeting held on April 8, 2026. The report is attached as Attachment "D" to the meeting minutes.

D. Finance and Business Working Group Meeting held on April 8, 2026. The report is attached as Attachment "E" to the meeting minutes.

IX. COMMUNITY INPUT COMMITTEE (CIC) CANDIDATE APPROVAL

Ms. Kathy Garcia, Vice President, Government, Regulatory Affairs and Public Policy, presented two nominations for approval to the CIC. The two nominees were:

- Mr. Martin Gutierrez, nominated by City Council District 1
- Ms. Melinda Lechuga, nominated by City Council District 4

Vice Chair Dr. Mackey moved approval of the nominees, and the motion was seconded by Trustee Dr. Gonzalez. The appointments were approved 3-0, with Mayor Jones and Trustee Gonzalez being absent from the dais.

X. FY2026 YEAR-END PERFORMANCE RECAP

Ms. Elaina Ball, Chief Strategy Officer, provided a presentation on FY2026 performance. She provided year-end highlights, reviewed scorecard results, and discussed mitigations to improve specific metrics.

Mr. Cory Kuchinsky, Chief Financial Officer & Treasurer, highlighted some of the FY2026 financial accomplishments and summarized the FY2026 key investments. He then reviewed the flow of funds for the year-end actual vs. plan and noted that financial metrics were met for the year.

The Board of Trustees discussed and asked questions with a focus on how some metrics are calculated.

XI. ANNUAL AUDITED FINANCIAL STATEMENTS

Mr. Andy Crouch, KMPG, introduced the team, including Mr. Chris Carmona, Shriver Carmona. Mr. Crouch reviewed the required communications to those charged with governance, and he noted that the audit report is an unqualified report with no corrected or uncorrected misstatements.

The Board of Trustees acknowledged receipt of the report, which was also provided to the Audit & Finance Committee.

XII. ENERGIZING PROGRESS TOGETHER – GENERATION PLAN REFRESH

Mr. David Kee, Director, Energy Market Policy, reviewed the process used to refresh the generation plan. He reviewed the existing generation plan against the revised forecasts and current costs, and then he presented

a summary of observations about potential pathways to meet the demand forecast. Finally, he provided a recommendation to the Board of Trustees, to approve a strategic plan that continues a blended strategy.

The Board of Trustees discussed and asked questions, focusing on the details of the pathways, mitigating risks, meeting environmental goals, increasing reliability, and ensuring costs are appropriately paid by each customer class. Mr. Pat Augustine, Charles River Associates, also answered a question about the process CPS Energy has undertaken, noting that it is not a simple refresh but that a lot of rigorous analysis has been completed.

XIII. EXECUTIVE SESSION

At approximately 2:24 p.m., Chair Romero announced the Board would go into Executive Session, and Ms. Ramirez announced that the required notice had been posted and that the Trustees, with only necessary parties in attendance, would convene into Executive Session, pursuant to the provisions of Chapter 551 of the Texas Government Code, for discussion of a number of posted items, including the following:

A. Attorney Client Matter (§551.071)
B. Personnel Matter (§551.072) – Evaluation of President & CEO
C. Security Personnel and Devices (§551.076)
   Critical Infrastructure (§551.0761)
   Security Audit and Devices (§551.089)
   Texas Homeland Security Act (§418.183(f))

The Board reconvened in open session at 3:20 p.m. The quorum was re-established with a majority of members. Ms. Ramirez reported that only the matters cited above, and no others were discussed, and no votes were taken in Executive Session.

XIV. ADJOURNMENT

Chair Romero asked Ms. Ramirez to review the requested action items. There being no further business to come before the Board, upon a motion duly made by Vice Chair Dr. Mackey, seconded by Trustee Dr. Gonzalez, and upon an affirmative vote by all members present, the meeting was unanimously adjourned at 3:21 p.m. by Chair Romero.



Shanna M. Ramirez
Secretary of the Board

Attachment "A" to the April 27, 2026
Regular Board Meeting

RESOLUTION APPROVING APPOINTMENT OF ASSISTANT TREASURER FOR THE CPS ENERGY BOARD

WHEREAS, the CPS Energy Board of Trustees is required to designate and authorize specific officers and staff to conduct transactions on behalf of CPS Energy, and

WHEREAS, Cory Kuchinsky serves as Treasurer to the Board of Trustees; and,

WHEREAS, Maricela Benavides, who serves as an Assistant Treasurer and as the Principal Business Excellence will be leaving CPS Energy after more than 39 years of service; and,

WHEREAS, effective May 1, 2026, Gautam Shringarpure, who currently serves as Managing Fellow, Financial Services Strategy Analysis & Implementation, will assume responsibilities for managing and directing certain financial transactions requiring Board of Trustee approval and will be providing support to the Board related to these financial matter; and,

WHEREAS, Maricela Benavides will continue to serve as an Assistant Treasurer to the Board of Trustees though April 30, 2026 in order to assist in the transition of Gautam Shringarpure as an Assistant Treasurer; and,

WHEREAS, Julie Johnson and San Juanita Loredo will continue to serve as Assistant Treasurers to the Board of Trustees; and,

WHEREAS, one Treasurer and three Assistant Treasurers will facilitate effective and timely, financial transaction coverage;

NOW THEREFORE BE IT RESOLVED that the CPS Energy Board of Trustees hereby approves the appointment of Gautam Shringarpure as an Assistant Treasurer to the Board of Trustees, effective May 1, 2026.

I, Shanna M. Ramirez, Secretary of the Board of Trustees of CPS Energy, do hereby certify the foregoing as a true and exact copy of a resolution which was passed and approved at the meeting of the Board of Trustees of CPS Energy, held on April 27, 2026, at which a quorum was present.

WITNESS MY HAND AND SEAL OF THE CPS ENERGY BOARD OF TRUSTEES ON 27th day of April 2026.

Shanna M. Ramirez
Secretary of the Board

TECHNOLOGY & RESILIENCE COMMITTEE (T&R) MEETING

EXECUTIVE SUMMARY AND CHAIR REPORT FROM THE MARCH 16, 2026, MEETING

PREPARED FOR BOARD CHAIR DR. FRANCINE ROMERO

FOR REPORT AT THE APRIL 27, 2026, BOARD OF TRUSTEES MEETING

The Technology & Resilience Committee met on March 16, 2026. As part of the Technology & Resilience Committee Meeting agenda, the Committee:

A. Approved meeting minutes from the prior meeting, held on December 08, 2025.

B. Received updates on Aligning Our Technology Decision Making, Evolve: ERP Transformation Program, and Turning Data Into Customer Value.

C. Four new action items were generated during the meeting.

The next meeting of the Technology & Resilience Committee will be held May 11, 2026.

Community Input Committee (CIC)
Working Group Report
Customer Relations & Communications

EXECUTIVE SUMMARY AND CHAIR REPORT FROM THE APRIL 8, 2026, MEETING
PREPARED ON BEHALF OF WORKING GROUP CHAIR, MR. TOM CORSER
FOR REPORT AT THE APRIL 27, 2026, BOARD OF TRUSTEES MEETING

The Working Group received a presentation about empowering customers with their energy data in addition to an update on CPS Energy's generation plan engagement.

1. Empowering Customers with Their Energy Data:
   - A. Original Improvement Opportunities
     - My Business Energy Portal
   - B. Exploring the New Experience
     - Empowering Customers
   - C. Customer Benefits and Relations
     - Unlocking Value
   - D. Future Opportunities
     - Leveraging Data to Enhance Value

2. Generation Plan Engagement:
   - A. Engagement
     - Engagement Survey
   - B. Survey
     - Community Participation
     - Survey Results Questionnaire
   - C. Touchpoints
     - Community Conversations
     - CIC Results
     - Next Steps

The Working Group members received an overview of CPS Energy's new technologies and tools to enhance energy management through My Business Energy Portal for business customers. They also received a preliminary recap of stakeholder participation in the generation plan community survey. The members expressed strong support for the overall approach and offered feedback on comprehensive and accessible communication methods for customers. Additionally, members suggested adding a standing item on working group meeting agendas to discuss future topics that are inclusive of input from members, staff and the CPS Energy Board of Trustees.

This report has been distributed to all members of the Community Input Committee.

The next Customer Relations & Communications Working Group meeting is on June 10, 2026.

Community Input Committee (CIC)
Working Group Report
Power and Technology

EXECUTIVE SUMMARY AND CHAIR REPORT FROM THE APRIL 8, 2026, MEETING PREPARED ON BEHALF OF THE WORKING GROUP CHAIR, MR. PETER ONOFRE FOR REPORT AT THE APRIL 27, 2026, BOARD OF TRUSTEES MEETING

The Working Group convened to hold elections for the 2026 Vice Chair position. The Working Group elected Michael Kennick as Vice Chair. Following the election, the Working Group received a presentation on CPS Energy's state and federal grants.

A. Overview of CPS Energy state and federal grants, including their status:
   - Grid Resiliency & Innovation Partnership (GRIP)
   - Community Development Block Grant (Weatherization) FY23
   - Pipeline & Hazardous Materials Administration (PHMSA) FY23 & FY24
   - Community Resiliency FY26
   - Texas Department of Emergency Management Grid Resiliency

B. Individual contributions to resiliency by grant type
C. Grant alignment with CPS Energy Vision 2030 and Horizon 2050 goals

Working group members expressed appreciation for the collaboration between CPS Energy and other entities in securing grant funding, inquired about how sites are selected for certain funding, and explored the metrics used to determine program success. The working group participated in a deeper discussion around the GRIP and Grid Resiliency grants and provided feedback about the importance of engagement and collaboration with community-based non-profit organizations in executing resiliency projects.

This meeting summary has been distributed to all members of the Community Input Committee.

The next Power and Technology Working Group meeting is on June 10, 2026.

Community Input Committee (CIC)
Working Group Report
Finance and Business

EXECUTIVE SUMMARY AND CHAIR REPORT FROM THE APRIL 8, 2026, MEETING
PREPARED ON BEHALF OF WORKING GROUP CHAIR, MR. BOB ZAPATA
FOR REPORT AT THE APRIL 27, 2026, BOARD OF TRUSTEES MEETING

The Working Group received a presentation and overview of the Electric Reliability Council of Texas (ERCOT) & Public Utility Commission of Texas (PUCT).

A. ERCOT & PUCT Overview
B. Key Players and Their Roles
    - Internal and External Stakeholders
C. ERCOT Stakeholder Participation
    - ERCOT Engagement
D. PUCT Open Meetings
    - PUCT Engagement
E. Rulemakings & Projects
    - SB6 Status and Updates
F. Cross Functional Coordination
    - Internal & External Collaboration

Working Group members received an overview of the roles of the PUCT and ERCOT and how they function in relation to the Texas Legislature. The interaction and coordination of CPS Energy's engagement with the PUCT and ERCOT was explained, emphasizing the utility's focus on advocacy, transparency, and legislative alignment. Members were also informed of the various documents available on the PUCT and ERCOT websites. Members offered feedback on opportunities for CPS Energy to leverage the CIC as an extension of its advocacy efforts within PUCT processes and through broader stakeholder engagement and encouraged CPS Energy to provide continued updates on key initiatives. Working Group members commended CPS Energy for its strategic approach to maintaining internal and external stakeholder alignment, monitoring priority issues, and mitigating risks that could impact CPS Energy customers.

This report has been distributed to all members of the Community Input Committee.

The next Finance and Business Working Group meeting is on June 10, 2026.