



City of San Antonio

Agenda Memorandum

Agenda Item Number: 3

Agenda Date: April 26, 2022

In Control: Municipal Utilities Committee Meeting

DEPARTMENT: Finance Department

DEPARTMENT HEAD: Troy Elliott, Deputy Chief Financial Officer

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

FlexPOWER Bundle Initiative

SUMMARY:

CPS Energy to provide a briefing on the status of the FlexPOWER Bundle assessment aimed at identifying and integrating future energy generation resources to replace a portion of our existing aging power generation resources as we transition to a cleaner generation portfolio.

BACKGROUND INFORMATION:

Several existing power generation plants are reaching their end of life. CPS Energy embarked on an initiative to identify future generation options and to integrate new generation resources to replace a portion of our aging assets, to meet the needs of a growing community, and to meet the community's desire to transition to a cleaner generation mix. The goal is to achieve a thoughtfully structured transition to preserve reliability & maintain customer affordability.

CPS Energy initiated an assessment of power generation resource options and a process to acquire additional generation resources through a Request for Proposal branded as the FlexPOWER Bundle. We continue to have open dialogue with our Board of Trustees regarding our assessment of the proposals received.

Additionally, we are making significant progress and are negotiating several potential agreements. We are driving to conclude negotiations as soon as possible to enable us to move into the execution phase on all aspects of the FlexPOWER Bundle.

ISSUE:

Briefing by CPS Energy on the progress made and the generation resource options identified through the FlexPOWER Bundle initiative.

RECOMMENDATION:

This item is for briefing purposes only