



AFFORDABILITY DISCOUNT PROGRAM UPDATE

PRESENTED BY:

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May 2, 2024
Informational Update

AGENDA

- Affordability Discount Program (ADP)
- Request for Approval to Update Qualifications

We are requesting approval to expand the Affordability Discount Program to offer support for a greater number of customers.

AFFORDABILITY ENHANCEMENT CONSIDERATIONS

PROCESS OUTLINE

Ongoing internal review and discussion of potentially increasing the income threshold level from 125% of the federal poverty guidelines to 150%

- **Affordability Discount Program (ADP) evaluation process:**

- Analyze population of customers, legal considerations, and cost
- Evaluate opportunities to increase participation
- Discussion, direction, alignment, and approval from stakeholders and CPS Energy Board of Trustees
- • City Council approval of any tariff changes

- **Residential Energy Assistance Partnership (REAP) evaluation process:**

- Analyze population of customers, legal considerations, and cost
- • Meet with REAP Board (CPS Energy, CoSA and Bexar County)
- Discussion, direction, alignment, and approval from REAP Board
- CoSA and Bexar County may have necessary governance process
- Changes to bylaws must be registered with Texas Secretary of State

AFFORDABILITY DISCOUNT PROGRAM



Today, eligible low-income customers whose total household income is at or below 125% of the Federal Poverty Level (FPL) and meet one of the following eligibility requirements qualify:

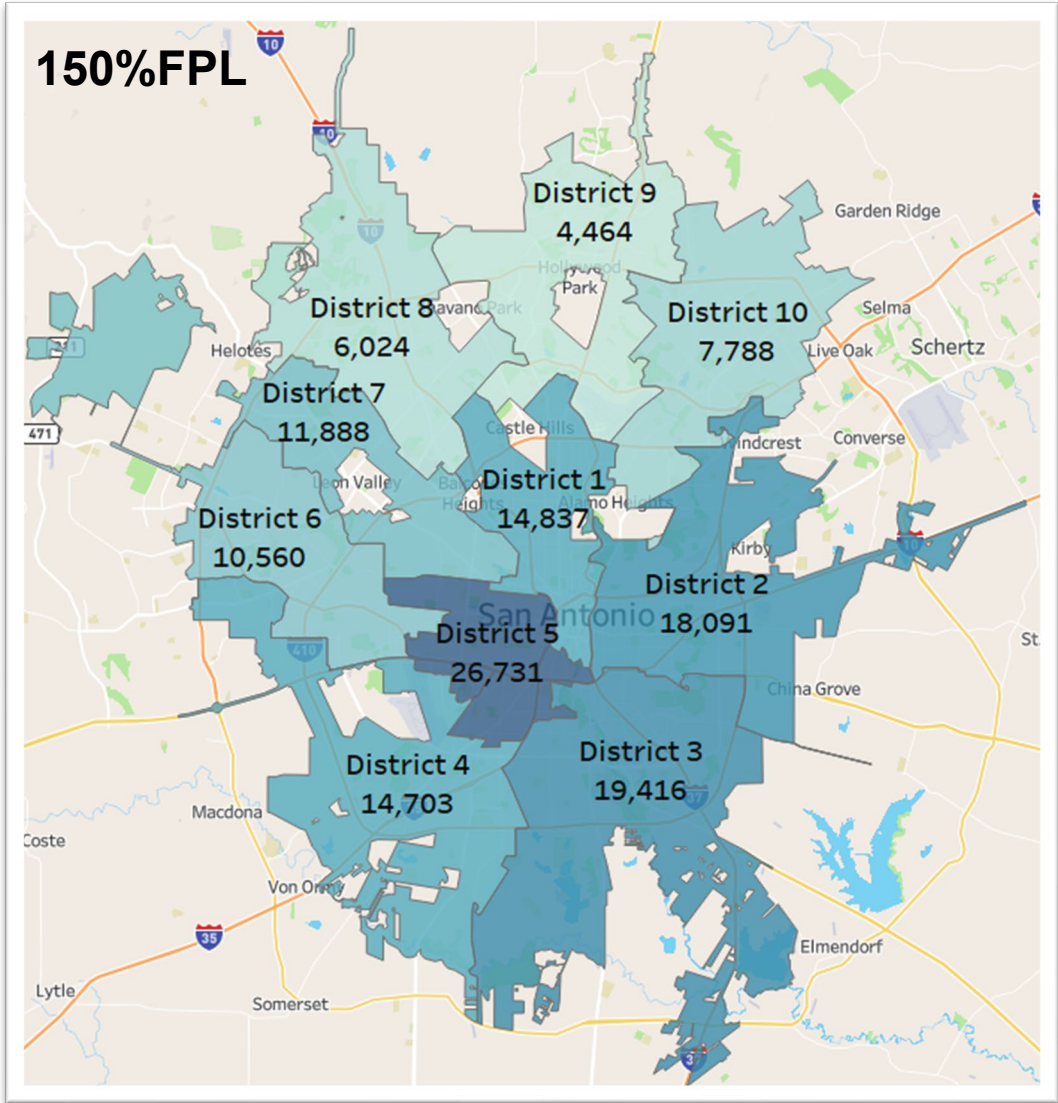
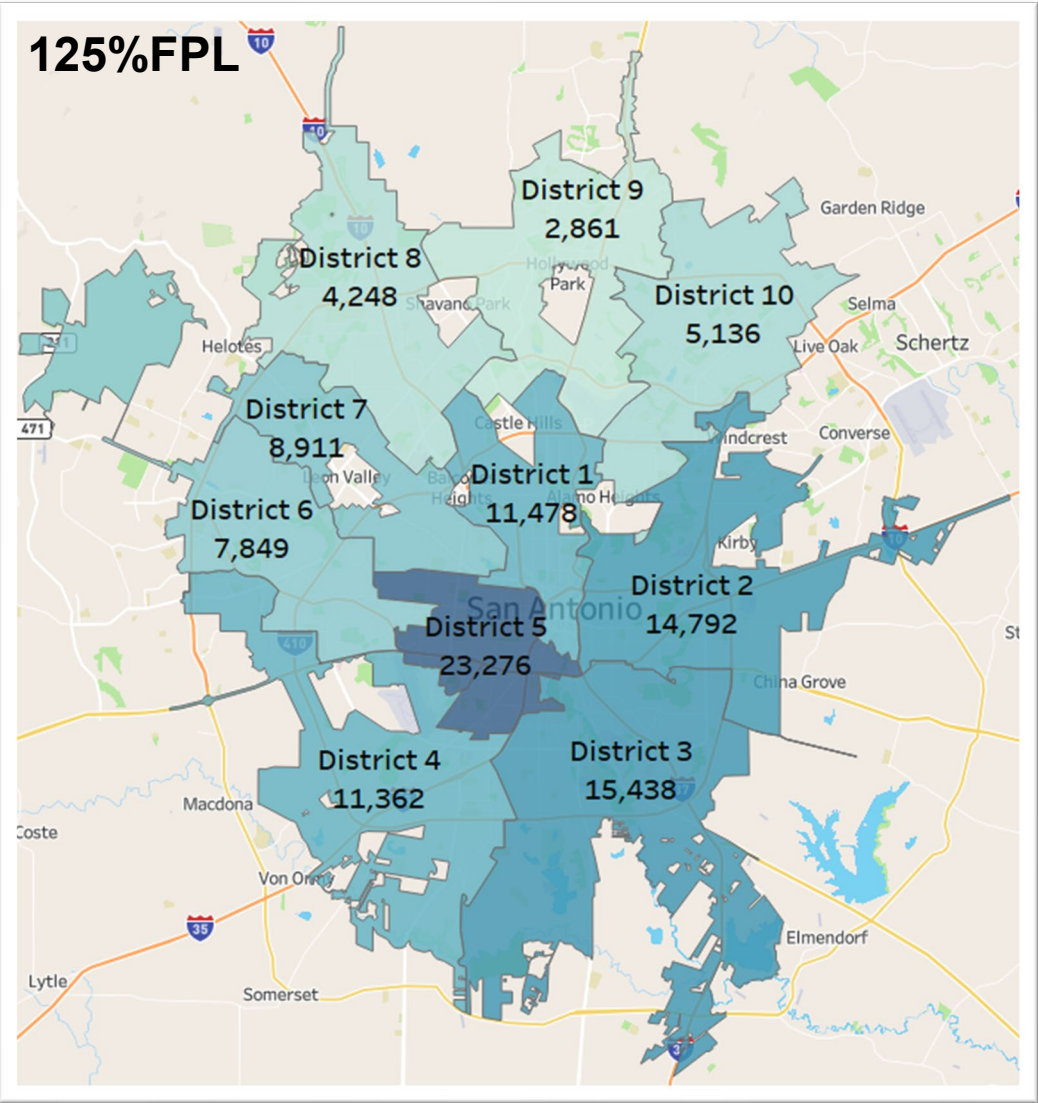
- Be 60 years old or older; or
- Have a disability; or
- Use life-sustaining medical equipment; or
- Have pre-school aged children or school children age 18 and under; or
- Have a demonstrated energy burden of more than 10% (defined as an annual energy expense of more than 10% of annual household income)

Through our Bundled Support approach, we work with over 200 community partners to help customers find the assistance they need.

SUPPORTING INFORMATION



ALL DISTRICTS WILL HAVE MORE OPPORTUNITIES FOR CUSTOMERS QUALIFYING FOR ADP AT 150% FPL



* Map depicts eligible customers in city limits only, other customers may be eligible outside city limits

REQUEST FOR APPROVAL

We respectfully request approval of an amendment to the existing City ordinance and CPS Energy's tariff in support of CPS Energy's Affordability Discount Program. Proposed changes would adjust the current criteria requiring a customer's income to be at or below 125% of the federal poverty level (FPL), to requiring a customer's income to be at or below 150% of the FPL. If approved, this adjustment would be in effect for two years beginning June 1, 2024, with a possibility to continue it in future years.



THANK YOU