

Questions from Rate Advisory Committee Meetings

Consolidated Working Groups **Question asked by:** Dana McGinnis

Date question asked: September 23, 2021

Date question answered: October 19, 2021

Question: What happens if you are wrong on the Uri Storm costs? And you have to pay all that stuff? How do you account for that in the potential rate increase?

Answer: Winter Storm Uri Fuel costs will be recovered through the fuel component of the bill. We will only recover the cost of fuel that we have paid for.

Initially, we believe that amount will be \sim \$1.25 per month to pay for the \sim \$420M in legitimate fuel costs that CPS Energy has paid to date. As the remaining \sim \$580M in disputed fuel costs reaches resolution, the final paid amounts will be added to the bill. Assuming we are not successful in our litigation strategy, the maximum monthly payment by a residential customer would be \sim \$3.20 on average

Prepared By: CPS Energy Customer & Stakeholder Engagement Team Updated: October 20, 2021

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