

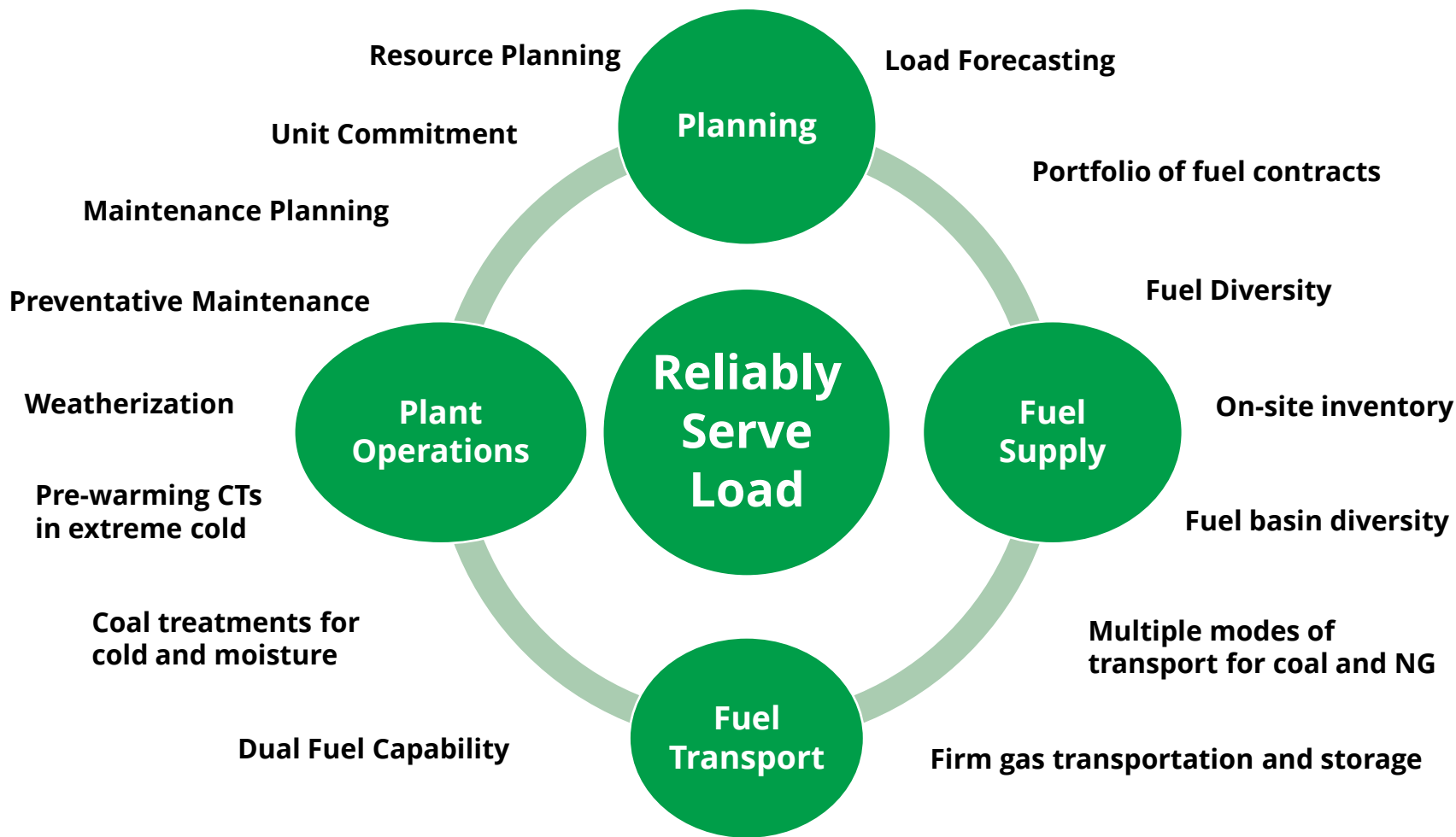
Generation Reliability Planning and Winter Storm Elliott



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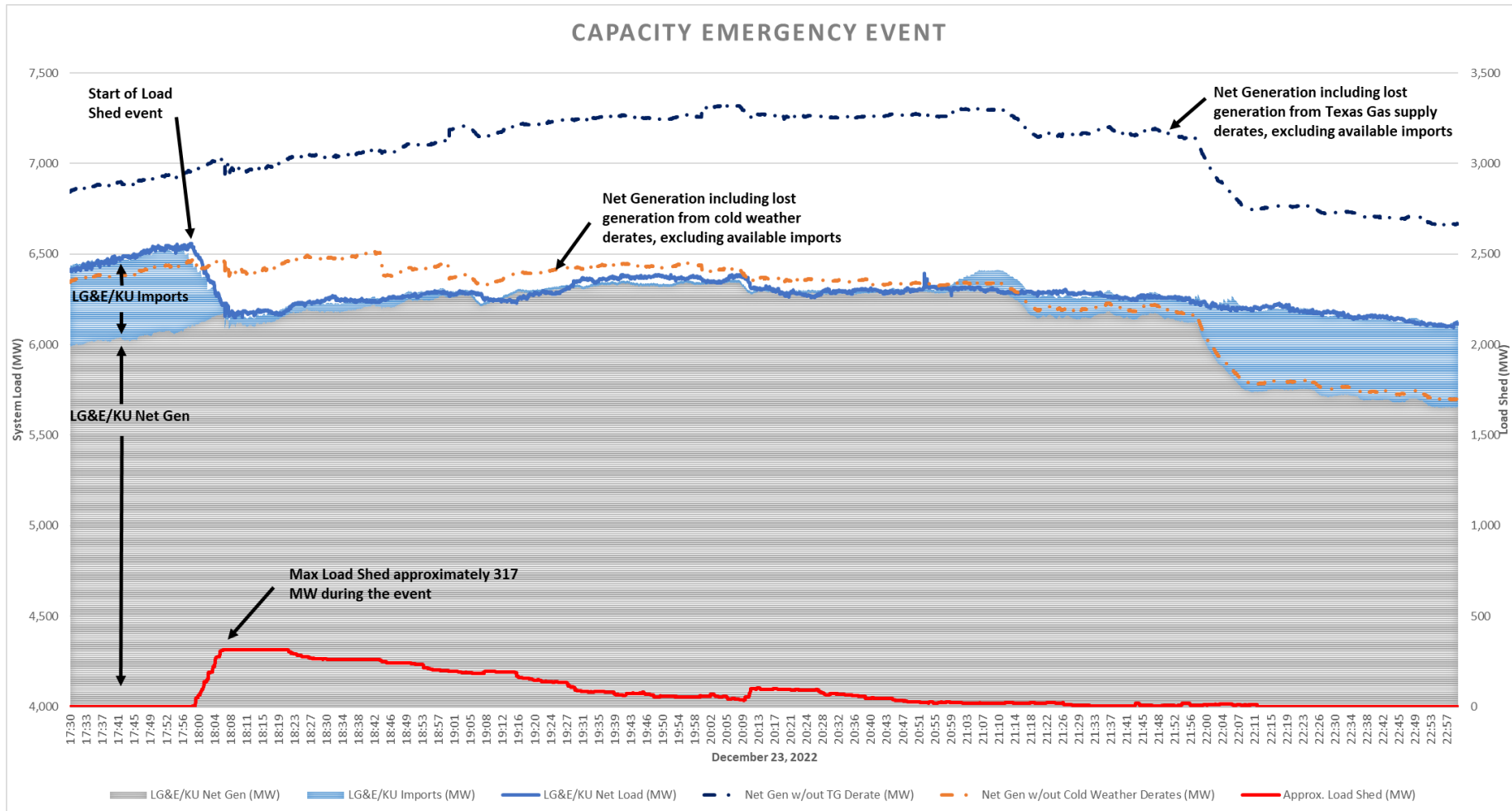
Quantitative risk management processes focus on reliable generation operations around the clock



Companies were prepared for winter storm Elliott

- Long-term planning process ensured adequate capacity and reliable fuel supply/transportation to serve extreme cold and manage through historical generation outage events
- Short-term operational planning and actions incorporated forecasts of extreme cold
 - Plants implemented cold weather operation plans
 - Necessary volumes of natural gas were purchased
 - Generating units were brought on-line before extreme cold set in

December 23 load shed was driven by loss of 900 MW of gas generation due to unexpected low pressure on Texas Gas Transmission pipeline



Preliminary observations

- Low gas pressure that reduced output of Trimble County gas turbines was a historic first since units began operations in 2002
- Low gas pressure that reduced output of Cane Run combined cycle gas was a historic first since unit began operations in 2015
- The Companies are working with Texas Gas Transmission to address event and reduce risk of future occurrence
- Companies are reviewing their own winter operating procedures to reduce risk of equipment failure