

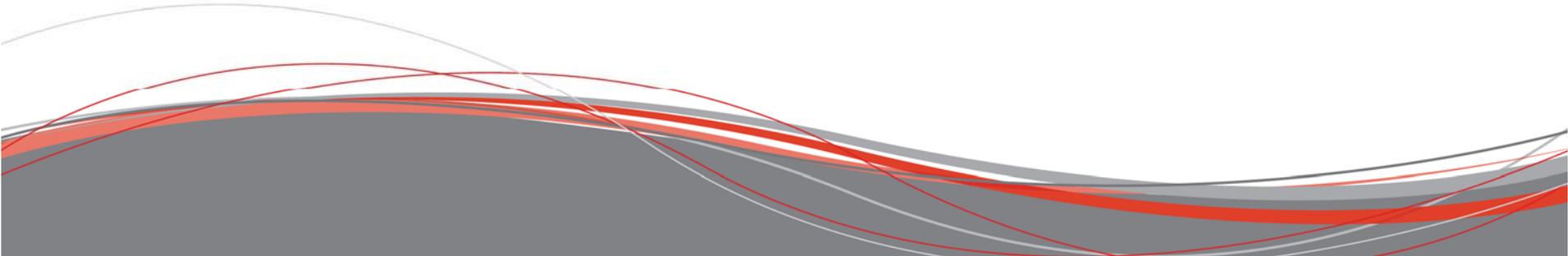


Xcel Energy

Sonia Phillips
Manager, NM State Affairs

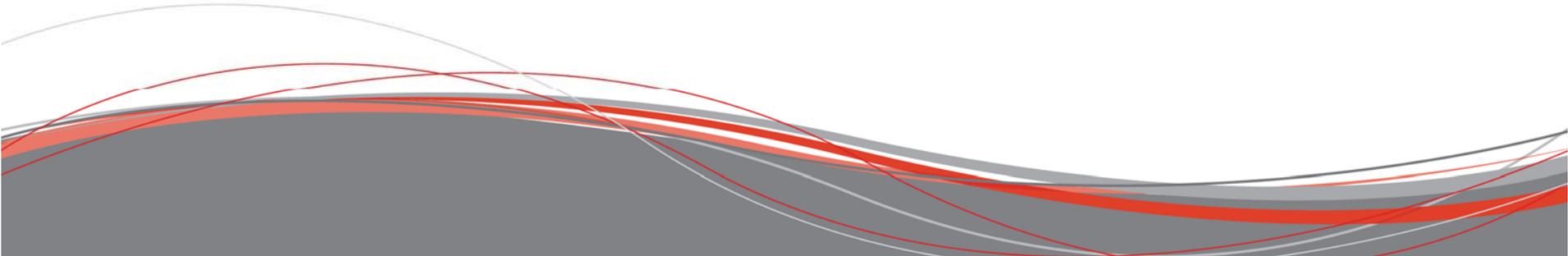


Xcel Energy

- **Xcel Energy – 4 operating companies**
 - **Operating in 8 states**
 - **# 1 Wind power provider – 4,521 MW**
 - **# 7 Solar power provider**
- 



Southwestern Public Service Company

- Eastern Grid
 - Southwest Power Pool – RTO
 - Serving 9 states: Arkansas, Kansas, Louisiana, Mississippi, Missouri, Nebraska, New Mexico, Oklahoma and Texas
 - Southeastern New Mexico and Panhandle of Texas
 - Large industrial and irrigation load
- 

Generation – Southwestern Public Service

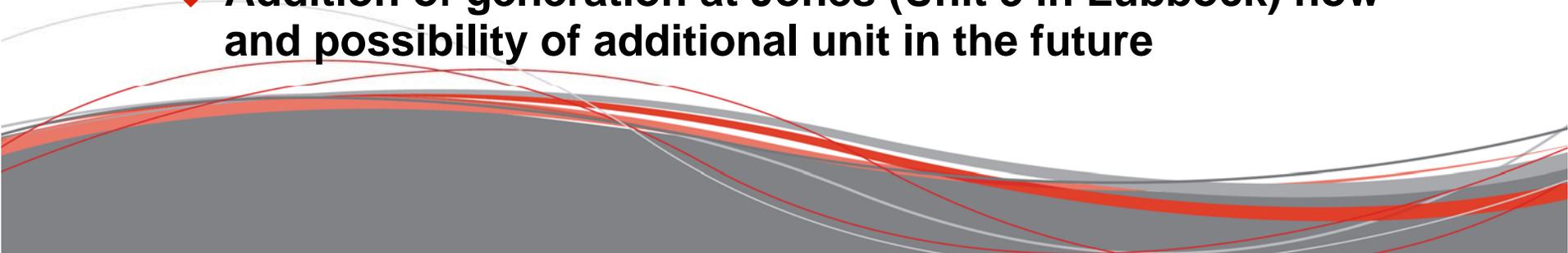
- **Total Generation capacity – 4600 MW's**
- **New Mexico Generation**
 - ◆ **600 MW's purchased power Lea Power Plant**
 - ◆ **700 MW's of natural gas and steam turbine generation – Maddox and Cunningham Stations outside of Hobbs**
 - ◆ **204 MW's of Wind – Tucumcari, Texico, Elida**
 - ◆ **50 MW's of utility scale photovoltaic installations**

Customers and Employees

- **SPS customers 376,051 -- New Mexico 114,169**
 - ◆ **80 % -- commercial and industrial load**
 - ◆ **Large wholesale load (4 southeastern New Mexico Co-ops)**
- **Employees 1,611 -- 197 in New Mexico**



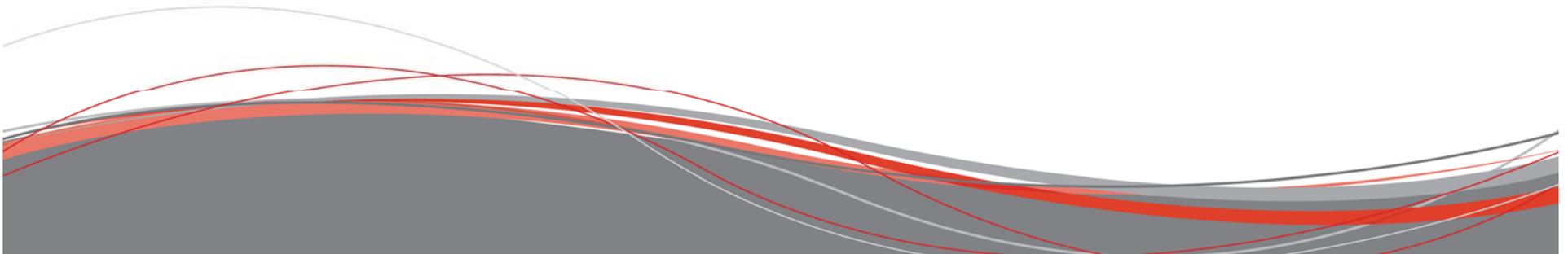
Infrastructure build out

- **Aging infrastructure**
 - **Transmission**
 - ◆ **To serve increasing load**
 - ◆ **To provide reliability**
 - **Environmental**
 - ◆ **Comply with EPA rules**
 - **Power Plant**
 - ◆ **Addition of generation at Jones (Unit 3 in Lubbock) now and possibility of additional unit in the future**
- 



Load Growth

- 2011 winter peak -- 4288 MW's
- 2010 summer peak -- 5575 MW
- Current summer weather patterns
- 2011 summer peak -- ???
- 2% Growth



Regulated utility

■ Regulated Utility

- ◆ PRC -- New Mexico Public Regulation Commission
- ◆ FERC -- Federal Energy Regulatory Commission

■ Incentives

- ◆ Expedited permitting
- ◆ Transmission cost recovery riders
- ◆ Clean energy improvement riders
- ◆ Less regulatory lag – regulatory lag increases investment risk

