

March 7, 2023

U.S. Department of Energy 1000 Independence Ave SW Washington, D.C. 20585

To whom it may concern:

With this letter, Houston Business Development, Inc. and the Bethune Empowerment Center (BEC) would like to express support for CenterPoint Energy's application for a grant from the U.S Department of Energy (DOE) to foster strengthening the grid in the nation's fourth largest city. CenterPoint Energy has a longstanding history of being a positive anchor in the Houston community through service, charitable giving and volunteerism.

The company has supported our recent work to develop a centralized workforce and economic development hub in the Acres Home community, a signature capital project of the City of Houston's Complete Communities initiative. There is a critical need for workforce programs in the Acres Home community where the average median income is \$35,399, which is less than 80% of that of Houston. In 2016 there were 5,167 jobs in Acres Home, a ratio of one job per four residents.

Through a coalition of partners and the support of CenterPoint Energy, the BEC will provide a collective impact on the job training, apprenticeships, skill-building services, small business resources, co-working spaces, and business incubators for the Acres Home community. Our collaborators, among others, include:

- Home Builders Institute (HBI) HBI will provide job training, apprenticeships, and skill-building services in plumbing, HVAC, and trades aligned with the local needs of Houston, such as weatherization, targeting youth, veterans, and the re-entry population.
- The ION The ION fosters a community and culture where corporate innovators, academic partners, community partners, startups, and entrepreneurs come together to solve some of the world's greatest problems. The ION will provide digital literacy and technology training.
- Lone Star Community College LSC-Houston North Victory serves the needs of students (both current
 and potential) while equipping them with the knowledge and skills they need to be successful in the
 classroom, their careers, and every aspect of their lives.

Resiliency and a reliable infrastructure are integral to our community and region. In 2020, Houston Mayor Sylvester Turner stated that the City is "focused on increasing the resilience of our neighborhoods, particularly in those that have been historically underinvested." If awarded funding by DOE, CenterPoint Energy would deliver on that focus by seeing that such funds would not only provide valuable resilience, but also generate benefits for disadvantaged communities in the Houston area.

We wholeheartedly support CenterPoint Energy's efforts to strengthen resiliency to mitigate the frequency and duration of outages by helping meet increasing energy demand, leading the energy transition, and ensuring that benefits flow directly to the communities we serve.

Marlon D. Mitchell President/CEO

5330 Griggs Road Houston, Texas 77021 • (713) 845-2400 - Office • (713) 645-2830 - Fax • www.hbdi.org



U.S. Department of Energy 1000 Independence Ave SW Washington, D.C. 20585

I am writing to express my strong support for CenterPoint Energy's Grid Resiliency Program (GRIP) Application. As a representative of the Houston Independent School District (HISD), I have witnessed firsthand the positive impact of CenterPoint Energy's initiatives on our students and community.

HISD serves a diverse student population, with approximately 189,000 students from various cultural and socioeconomic backgrounds. A significant portion of our students, approximately 79%, are considered economically disadvantaged, and 64% are deemed "at risk." Despite these challenges, we are committed to providing our students with quality education and opportunities for growth and advancement.

CenterPoint Energy has been a valuable partner in our efforts to prepare students for success in an ever-changing global community. Through their proactive support of Career and Technical Education (CTE), they have extended learning beyond the classroom, introducing students to real-world problem-solving, technical training opportunities, and career pathways. Their dedication to investing in education through volunteerism, charitable contributions, and meaningful learning opportunities exemplifies their commitment to improving the communities they serve.

The Grid Resiliency Program proposed by CenterPoint Energy aligns with our mission of providing diverse opportunities for student growth and acceleration. By upgrading the electrical grid, this program will not only enhance the resilience of our infrastructure but also contribute to a brighter future for our students and their families. With improved infrastructure, low-economic communities will benefit from enhanced access to education, career and technical training opportunities, job security, transportation options, and overall community resilience.

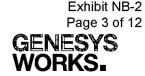
In conclusion, I wholeheartedly endorse CenterPoint Energy's GRIP application and believe that their investment in strengthening the grid will have a profound and positive impact on the students and families of the Houston Independent School District. Thank you for considering this important initiative..

Sincerely,

Veronica Estrada

Veronica Estrada

Executive Director of Career & Technical Education



March 10, 2023

Dear U.S. Department of Energy grant committee,

I am pleased to offer this letter in support of CenterPoint Energy's grant application for the DOE's Grid Resilience and Innovation Partnerships Program.

Genesys Works Houston's partnership with CenterPoint Energy has spanned 12 years and encompasses a wide range of community benefits. This includes not just traditional avenues such as philanthropy and volunteer service, but the more direct and tangible impact of helping to develop, in a hands-on manner, a more diverse local workforce.

Talent is distributed equally, but opportunity is not. According to Measure of America in a June 2020 study, 12.2% (or over 102,000) of greater Houston-area youth ages 16 to 24 overall are disconnected from school or work. Those numbers jump to 13.2% for Black youth, and 14.6% for Latinx youth. According to a Houston ISD demographics report, 79.1% of the district is economically disadvantaged. Genesys Works' mission is to open doors of opportunity for students in under-resourced communities, providing them with high-touch technical and professional skills training and placing them in paid corporate internships, so that they may experience the business world first-hand and take one step closer to realizing their college and career dreams. We serve predominantly youth of color from lower-income backgrounds who attend nearly 40 high schools in six districts across greater Houston. Many of these are first-generation college students who do not have resources to help them navigate the vast array of postsecondary options. By connecting these students with meaningful work opportunities and postsecondary education and career coaching while they are still in high school, Genesys Works prevents underserved, under-resourced youth from ever becoming disconnected from education and employment.

Since 2011, CenterPoint Energy has hosted more than 75 Genesys Works interns in paid, year-long work-based learning experiences during their senior year in high school. This equates to over \$750,000 in wages earned and paid directly to these students that benefit their families and communities. CenterPoint Energy employees provide these motivated young people with opportunities to lend real value to their business by getting real work done, while also helping to coach and support them as they determine their postsecondary paths. These students graduate high school with a year of work experience with a major company, a vision for their future, and a plan and financial resources in place to achieve that vision. In fact, many Genesys Works interns have extended their work experience with CenterPoint Energy by participating in college internships, and some have been hired full-time by the company—the ultimate fulfillment of our mission to provide a path to economic self-sustainability for youth who need nothing more than a chance to show what they're capable of.

Our board of directors and staff are deeply grateful for CenterPoint Energy's continued partnership. Their investment in the young people we serve, both financially and through their dedication to providing meaningful work experiences, coaching and support, is a shining example of how businesses and nonprofit organizations can partner to make our entire community stronger. Their work to increase our grid's resiliency will not only benefit the greater community but also continue to create economic development opportunities for workers of all ages. I hope you will give their application your most serious consideration.

Sincerely,

Katherine Taylor Executive Director

Katheri Elayles



Empowering Communities Changing Lives 1301 Texas Avenue Houston, Texas 77002

Tel (713)393-8700 Fax (713)393-8790 www.haul.org 5260 Griggs Houston, Texas 77021

Tel (281)220-6012 Fax (713)641-3321

A United Way Agency Affiliated With The National Urban League

March 6, 2023

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SUBJECT: Support for the Department of Energy grant applications

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Charlos Ward

United Way

United Way of Greater Houston

Daryl Wade

To Whom It May Concern:

Houston Area Urban League (HAUL) is pleased with your efforts in submitting for the Department of Energy Grant. This Grant has our support based on CenterPoint Energy continued investment in substantial resources and efforts implementing grid resiliency plans to strengthen the electric system to enhance and build a stronger, smarter, and more adaptable grid to make it more resilient to severe weather events and improve service to CenterPoint's customers. CenterPoint's resilience planning is an integrated effort, involving numerous state and local governments and agencies, as well as community organizations dedicated to serving disadvantaged communities within the service territory.

We will support the CenterPoint Energy with this grant by providing the skilled workforce needed for the resilience-strengthening efforts. HAUL will assist CenterPoint Energy in creating a more diverse workforce by training and referring candidates from under represented and/or disadvantaged populations. We would like a letter of support from these partners to show how they can continue to assist by:

Houston Area Urban League would like to express interest in future collaboration with CenterPoint Energy to enhance our Urban Energy Jobs Program that will train suitable candidates in Alternative Energy, Intro to Power Industry, OSHA-30, Pipeline Safety, Fall Protection Safety, and Excavation. CenterPoint Energy is our lead Employer Partner and if funded for the Department of Energy Grant will enhance our ability to better empower communities and change lives.

Sincerely,

Judson W. Robinson, III President & CEO



104 N Greenwood St, Suite 100 Houston, TX. 77011 T: (713) 659-2511 F: (713) 650-0871 info@rebuildinghouston.org www.rebuildingtogetherhouston.org

April 10, 2024

U.S. Department of Energy 1000 Independence Ave SW Washington, D.C. 20585

To Whom It May Concern:

I am writing on behalf of Rebuilding Together Houston (RTH) in support of CenterPoint Energy's Grid Resilience and Innovation Program application. For the last forty-two years our non-profit has provided critical home repairs to underserved families at risk of being displaced from their homes. Our work adds twenty years or more to the life of a home, making the home safer and more resilient against disaster.

CenterPoint Energy has provided our community with electricity for more than 150 years and shares in our vision. They have been extremely involved with RTH and listening to the needs of those they serve. RTH has repaired almost 800 homes between Winter Storm Uri in 2021 and Hurricane Harvey in 2017. Low-income homeowners are especially vulnerable to disaster because of inadequate housing, fragile health, and lack of back-up resources in case of emergencies. While the Greater Houston area has had a surge in economic growth in recent years, access to safe, quality, affordable housing and the supports necessary to maintain that housing, as well reliable resilient power delivery, constitute the most basic social needs.

The infrastructure investments and innovative solutions being pursued by CenterPoint Energy are welcome to the challenges we face in the Greater Houston area that have far reaching benefits for our citizens. It will also benefit our local job force and create opportunities for supporting education initiatives. CenterPoint Energy's goals for this project to expand their local education, training, and hiring efforts in our communities are of great importance to us. All of which lead to the same vision Rebuilding Together is focused on - creating safe homes and communities for everyone.

For these reasons, we fully support CenterPoint Energy's application for the Grid Resilience and Innovative Program for the Department of Energy. We would be proud to rebuild Houston together.

With gratitude,

Christine Holland

CEO | Executive Director

Rebuilding Together Houston

Phistice Holland



April 10, 2024

FOR YOUTH DEVELOPMENT®
FOR HEALTHY LIVING
FOR SOCIAL RESPONSIBILITY

U.S. Department of Energy 1000 Independence Ave SW Washington, D.C. 20585

To Whom It May Concern:

Founded in 1886, the YMCA is an organization that was established with a mission to provide safe accommodations for community members that worked in harsh conditions. Over the years, the YMCA has continued to grow while continuing to provide a safe place, welcoming environment for all, and ensure that everyone has access regardless of age, income, background, or circumstance. We care and support our community members through three focus areas that include fostering healthier families, empowering the youth, and supporting the growth for inclusiveness in communities.

In order for the YMCA to continue down the path to success, we would like to support CenterPoint Energy's initiative for Grid Resiliency. With GRIP funding, the upgrades to our region's electrical grid would have a tremendous impact on our community members' livelihood, health, education, and safety. Without the funding, our members will have less job opportunities and our disadvantaged members may be suffering from extreme weather during the winter and summer months or even go without the resources they need in hurricane season or in a harsh winter storm.

The Grid Resiliency and Innovation Program can provide the funding the Houston community needs to successfully meet the region's growth. The funding will provide a more reliable electrical grid for families and quality career opportunities for economically disadvantaged areas.

Resiliency and a reliable infrastructure are essential to the communities in our region. Power outages remain a significant risk to public health and safety, and CenterPoint is executing on multiple strategies to mitigate the frequency and duration of outages by helping meet increasing energy demand, leading the energy transition, and ensuring that benefits flow directly to the communities we serve. With this letter, the YMCA of Greater Houston would like to express support for CenterPoint Energy's GRIP application to the U.S. Department of Energy.

Sincerely,

Marie D. Arcos

Marie D. Arcos, MSW

Chief Government Affairs Officer

mariea@ymcahouston.org 713-758-9123

YMCA OF GREATER HOUSTON

PO Box 3007; Houston, TX 77253-3007 • 713-659-5566 • ymcahouston.org



YMCA Mission: To put Judeo-Christian principles into practice through programs that build healthy spirit, mind and body for all. Everyone is welcome.



Steven Fleming Principal

Chad Phillips
Assistant Principal

Matthew Cass Assistant Principal

Jessica McCoy Assistant Principal

Kristi White Assistant Principal

Kim Voight Lead Counselor

Tammy Gernander College Now Counselor

Tracey Balusek
Transition Counselor

Dr. Christina Flores Counselor

Kelly Potter Counselor

Dr. Diane Barnes Career and Community Coordinator

Pasadena Independent School District

Dr. Kirk Lewis Career and Technical High School

1348 Genoa-Red Bluff, Houston, Texas 77034 Office: 713-740-5320 | Fax: 713-740-5961 | www.CTHSweb.com

U.S. Department of Energy 1000 Independence Ave Washington, D.C. 20858

To Whom It May Concern:

Pasadena Independent School District serves our student population with a mission to create a gateway to unlimited opportunities, to empower students to become accomplished, self-directed, collaborative, lifelong learners, who boldly contribute to an increasingly complex and evolving world by engaging them in positive relationships, rigorous curriculum, and innovative meaningful experiences. Our district is made up of nearly 50,000 students on the east side of Houston. The majority of Pasadena ISD resides in the Justice 40 territory where 60% of our students are considered at-risk.

As a district we want our students to have more opportunities to real-world experiences to drive their learning. For that reason, we've been proud to collaborate with CenterPoint Energy through their Career and Technical Education (CTE) outreach efforts. This program has shown our students real-world scenarios of our electric and natural gas utility work in the Houston area. It has allowed the students to problem-solve and learn about the innovative work being accomplished in serving our daily energy delivery needs.

The electrical grid is always a topic of interest during hurricane season, particularly on the eastern portion of Houston, Texas where the community has suffered from extreme weather incidents. This includes Hurricane Harvey and winter storm Uri where some families are still recovering from those impacts.

With CenterPoint Energy's Grid Resilience and Innovation Project, our community members will have a more resilient grid that will support them through these extreme weather events. The entire community will benefit from enhanced safety and job creation, which will also feed into our CTE programs with our students. The upgrades will also provide our schools with a more reliable electrical structure that will keep our electricity on through any situation.

For those reasons, we support CenterPoint Energy and their application for the Grid Resilience and Innovative Partnership Program that guides us one step closer to a more resilient electrical grid.

Sincerely,

Oteny Flewing

Exhibit NB-2 Page 8 of 194



BOARD OF DIRECTORS

March 6, 2023

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CDC Board Chair: Steve Rosencranz

Chief Executive Officer: Sheroo Mukhtiar We are pleased to provide this letter in support of CenterPoint Energy Houston Electric for its resilience-strengthening efforts.

SERJobs, a community-based 501(c)(3) non-profit organization founded in 1965, is a leader in workforce development and dedicated to building a high quality, high performance workforce to individuals, businesses and communities along the Texas Gulf Coast. Each client receives a personalized combination of the following services: Service Navigation, Assessments, Career Coaching, Career Exploration, Job Readiness Training, Occupational Training, Financial Education and Coaching, Employer Engagement, Job Placement Assistance, Referral Services, and Follow Up/Retention Services – all at no cost to the client.

SER has a long history of collaborating with CenterPoint Energy on worthwhile projects and looks forward to working effectively on this program. SERJobs is committed to engage in ongoing efforts to diversify our workforce by including those from under represented and/or disadvantaged populations in all our trainings and services. By doing so, SERJobs commits to the following:

- Ensuring a more skilled workforce
- Keeping consistent with the growth of our city
- Strengthening our community by helping to provide opportunities for the future

For more than 57 years, SERJobs has assisted mostly minority, historically-marginalized individuals who have barriers to employment by transformative and comprehensive workforce development services designed to facilitate self-sufficiency and economic opportunity. We are committed helping to provide the workforce needed for CenterPoint Energy's resilience-strengthening efforts.

Phone: 713.773.6000

Sincerely,

Sheroo Mukhtiar

Chief Executive Officer

www.serjobs.org

1710 Telephone Rd. Houston, TX 77023

Fax: 713.773.6010



improving **opportunity**.

empowering **our community**.

U.S. Department of Energy 1000 Independence Ave. SW Washington DC 20585

March 10, 2023

To Whom It May Concern

I am writing on behalf of Tejano Center for Community Concerns, in support of CenterPoint Energy's application for the Department of Energy's Grid Resilience Utility and Industry Grant.

Tejano Center for Community Concerns' work is to develop education, social, health, and community institutions that empower families to transform their lives.

Alongside business partners, like CenterPoint Energy, we have served as an agent for change, empowering neighborhood residents. Tejano Center's goal has always been to improve lives and create a sustained network of support and opportunity within the community by providing a comprehensive array of programs and services.

The funding provided by this grant will support CenterPoint's valuable efforts to invest substantial resources in implementing grid resiliency plans to strengthen the electric system to enhance and build a stronger, smarter, and more adaptable grid. This work is essential to further insulate our region's electrical infrastructure from severe weather events and improve service to CenterPoint's business and residential customers.

Power outages remain a significant risk to public health and safety, and CenterPoint is executing on multiple strategies to mitigate the frequency and duration of outages by helping meet increasing energy demand, leading the energy transition, and ensuring that benefits flow directly to the communities they serve. In 2020, Houston Mayor, Sylvester Turner, stated that the city is "focused on increasing the resilience of our neighborhoods, particularly in those that have been historically underinvested." If awarded funding by DOE, CenterPoint would deliver on that focus by seeing that such funds would not only provide valuable resilience, but also generate benefits for disadvantaged communities in the Houston area.

We encourage the cooperation and collaboration of CenterPoint with the Department of Energy and look forward to the opportunities that this relationship could bring to our regional community. If we can be of any further assistance, please do not hesitate to reach out.

Sincerely

Dr. Adriana Tamez President & CEO

Tejano Center for Community Concerns

2950 Broadway Street Houston, Texas 77017 713.640.3700 Tel 713.644.6232 Fax

TejanoCenter.org



U.S. Department of Energy 1000 Independence Ave. SW Washington DC 20585

March 14, 2023

To Whom It May Concern,

I am writing on behalf of The Greater Houston Partnership, in support of CenterPoint Energy's application for the Department of Energy's Grid Resilience Utility and Industry Grant. The Greater Houston Partnership is the region's premier business organization, representing more than 950 member companies that work together to achieve our mission of making Houston a great place to live, work and build a business.

Alongside business partners, like CenterPoint Energy, we have long championed Houston's growth through economic development efforts aimed at attracting leading global companies to Houston, creating jobs and contributing to the region's GDP. We also advocate for sound public policy at the local, state and federal levels and convene a diverse set of regional leaders on key issues impacting the greater Houston community.

The funding provided by this grant will support CenterPoint's valuable efforts to invest substantial resources in implementing grid resiliency plans to strengthen the electric system to enhance and build a stronger, smarter, and more adaptable grid. This work is essential to further insulate our region's electrical infrastructure from severe weather events and improve service to CenterPoint's business and residential customers.

Reliability of electricity supply is important for economic growth. The costs of outages, due to weather and other factors, take various forms including lost output and wages, spoiled inventory, delayed production, and damage to the electric grid. A more resilient electric grid brings a host of benefits beyond reduced vulnerability to severe weather. Many of these additional benefits of grid resilience constitute positive externalities. For example, power outages can hinder public safety since police, firefighters, and emergency medical personnel struggle to aid communities during outages. And the largest petrochemical complex in the world sits along our Houston Ship Channel, and not only do they face economic costs if their supply chains are disturbed, but that disturbance also impacts the national economy.

We encourage the cooperation and collaboration of CenterPoint with the Department of Energy and look forward to the opportunities that this relationship could bring to our regional community. If we can be of any further assistance, please do not hesitate to reach out.

Sustain Ch

Sincerely,

Susan Davenport

Senior Vice President & Chief Economic Development Officer

Greater Houston Partnership

www.houston.org
701 Avenida de las Americas, Suite 900 | Houston, TX 77010
Austin | Brazoria | Chambers | Fort Bend | Galveston | Harris | Liberty | Montgomery | San Jacinto | Walker | Waller | Wharton



Greater Houston

United Way Center for Philanthropy, Leadership and Volunteerism

50 Waugh Drive Houston, Texas 77007

P.O. Box 3247 Houston, Texas 77253-3247 Phone 713-685-2300

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President and CEO Amanda M. McMillian March 9, 2023

Department of Energy 1000 Independence Ave. SW Washington, DC 20585

To Whom It May Concern:

United Way of Greater Houston is pleased to share its support of CenterPoint Energy's work to strengthen our grid to support resiliency.

In Greater Houston, 14 percent of families are living on wages below the federal poverty threshold, and another 33 percent of families are working hard but don't earn enough to afford the basic necessities of life. These families often have to make tough choices, like whether to buy food or pay for medicine. CenterPoint Energy has partnered with United Way of Greater Houston for many years to help our neighbors move from surviving to thriving and build a stronger, more resilient community for all.

In addition to contributing more than \$1 million annually to support United Way's work to help our neighbors land on their feet and stay there, CenterPoint Energy employees are active United Way volunteers, contributing 800 volunteer hours over the last five years. CenterPoint Energy's leadership team members have a legacy of service on United Way's board and committees, including current United Way board member and senior vice president of CenterPoint's electric business, Lynnae Wilson.

CenterPoint Energy also helps increase the capacity of our community's entire nonprofit sector. They sponsor the annual Power Tools for Nonprofits conference, a development and educational event for nonprofit professionals which will celebrate its 30th year in 2023. This year, CenterPoint Energy and United Way of Greater Houston joined forces to launch the CenterPoint Energy Emerging Leaders Institute, addresses the lack of diverse and emerging leaders in the nonprofit sector through development, training, and engagement.

Houston has faced seven federally declared disasters in the last seven years alone. When disaster strikes, CenterPoint's partnership is invaluable to our organization and our community. In addition to its team working around the clock to help our community recover from power outages, downed lines, and other hazards in times of disaster, CenterPoint supports our community's recovery through United Way and other organizations. Most recently, in the wake of Winter Storm Uri, CenterPoint Energy CEO, David Lesar, led a community-wide recovery effort in partnership with United Way of Greater Houston, Greater Houston Community Foundation, City of Houston, and Harris County. CenterPoint Energy made a generous \$1 million lead gift to ensure we could quickly get resources to those most in need and raised \$17 million to help households repair their homes and get back on their feet.

CenterPoint Energy works with many other community organizations to help make Houston a great place to live and work. For example, CenterPoint Energy recently invested \$2.8 million in Houston's Complete Communities initiative, an effort we are invested in to increase the financial stability and resilience of community which supports economically disadvantaged communities in our region by funding projects to advance equity, vitality, and resiliency. As part of that investment, CenterPoint Energy is supporting a program to repair the homes of low-income residents that have moderate damage and deferred maintenance issues that, left unaddressed, will disqualify the properties for weatherization services that will increase the resilience and disaster preparedness of the homeowners, as well as reduce energy usage which can free up funds for other living expenses.

CenterPoint Energy is a great partner to United Way of Greater Houston and the Greater Houston community. We are pleased to support their application to the Department of Energy and their efforts to implement grid resiliency plans to strengthen the electric system and build a more robust, smarter, and more adaptable grid to make it more resilient to severe weather events and improve service to our community.

Sincerely,

Amanda McMillian
President and CEO

We work together to improve lives, build a stronger community, and create meaningful opportunities for people to prosper.



Department of Energy **GRIP Program**

March 6, 2023

To whom it may concern:

Wesley Community Center is excited to provide this letter of support for CenterPoint Energy for its efforts in building energy resiliency in Houston while at the same time strengthening our diverse community.

Wesley Community Center was founded in 1904 to support lower income, struggling families in Houston's Near Northside. We provide quality early childcare, after school and summer care for school-aged youth, food, and emergency financial services for struggling families, and a Financial Opportunity Center for individuals to gain the skills they need to become self-sufficient. Through our FOC, we provide workforce development, financial coaching and income assistance to lower income clients seeking financial stability. Wesley clients are predominately Hispanic and African American, and almost all are at or below the poverty level.

CenterPoint has supported Wesley's work for many years. Last year, we developed a partnership to connect Wesley's job training clients to CenterPoint's Contact Center. Wesley developed a new customer service employment training with CenterPoint's input. After the three week training, Wesley coaches help job training clients apply to work in the Contact Center. CenterPoint staff members present to the class while in session, and review all resumes submitted through Wesley.

In our first cohort, the majority of clients who applied received offers from CenterPoint and started in their paid training program, earning over \$18/hour. This is a substantial increase for the average Wesley client, and it is just a start. CenterPoint offers a higher wage post-training, and opportunities for advancement and overtime. Because of CenterPoint's reputation and the positive experience of our first cohort, our second cohort received more applications than we could accept at this time. We will continue to offer this training multiple times per year to help as many people as possible gain entry into this wonderful opportunity.

We are thrilled to partner with CenterPoint as it works hard to bolster energy resiliency and lift up all members of our diverse community.

1410 Lee Street WWW.Westernousehouston.org

WWW.WESENDUSEDUSEDN.OF Markonlier Chire

Thank you for your consideration.

Sincerely,

President & CEO

Amy Corron President and CEO

Elizabeth Lewis **Board Chair**

Christy Wussow Board Vice Chair

Misha Burkett **Board Secretary**

Lee Chenault **Board Treasurer**

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Executive Director Emeritus

Ruth G. Palmer



Section 1. Executive Summary

CenterPoint Houston's mission is to provide safe, reliable, and cost-effective electric service to all our customers. The Company's 2.8 million residential, commercial, and industrial customers are the center of our operations, and serving as their electric utility is both an honor and a privilege. In this modern digital age, reliable electric service is more important than ever to sustain the livelihood of our growing customer base. At the same time, aging infrastructure, more frequent extreme weather events, and the emerging threat of physical and cyber-attacks necessitate new approaches to ensure that the Company can provide dependable electric service. Recognizing these threats to resiliency, in 2023 the Texas legislature passed Public Utility Regulatory Act (PURA) § 38.078, and the Public Utility Commission of Texas (PUCT) implemented 16 TAC § 25.62 establishing the requirements and procedures for an electric utility to submit a resiliency plan. While the Company initially submitted a 2025-2027 Resiliency Plan in Docket No. 56548, it was withdrawn to focus the Company's efforts on implementing Phase One of the GHRI and to allow for a broader assessment of additional resiliency-enhancing investments. The Company now presents its 2026-2028 T&D SRP, which incorporates input from poststorm consultations with local and state officials and emergency management offices; PA Consulting's Hurricane Beryl after-action review; the Commission; and Guidehouse, an independent third-party expert.¹

country. That ambition to become the most resilient coastal grid is appropriate for Houston, the home to the largest city in the state (and fourth largest in the country), home to the largest medical center and largest petrochemical complex in the world, and an area that has been identified as the most impacted area in the country by natural disasters like high wind and water events, and the potential for wildfires. The more than 2.8 million homes and businesses we have the privilege to serve expect we will achieve that ambition, and we because we have kept our portion of customer bills relatively flat for the last decade, we can achieve our ambition while keeping customer bills affordable. In this SRP the Company proposes to invest approximately \$5.754 billion between 2026-2028 to further enhance the will. Not only will the programs identified in this SRP move us in that direction, they will improve day-to-day reliability as well. And This System Resiliency Plan (SRP) charts the path for CenterPoint Houston to become the most resilient coastal grid in the

¹ Differences between the 2025-2027 SRP and this filing are further detailed in Exhibit NB-6.



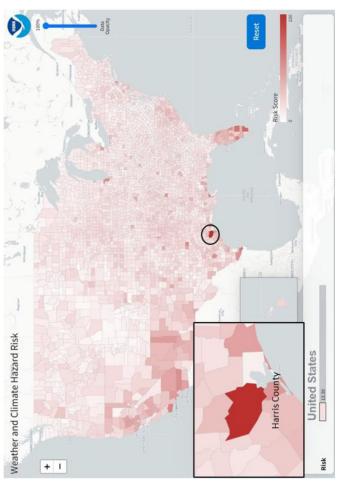
resiliency of the Company's transmission and distribution system. The SRP includes a number of preliminary sections, but the heart of the plan is found in Sections IV through VI.

The Company's service area is approximately 2% of the geographic area of Texas, but our customers account for 25% of the load in the as well as the Houston Ship Channel, two international airports, and the world's largest medical center. Serving the Company's approximately 2.8 million residential, commercial, and industrial customers, requires maintaining approximately 3,900 miles of overhead transmission lines that deliver electricity at 69 kV, 138 kV, and 345 kV. Further, the service area's customer growth is ERCOT power region. Our service area includes a dense concentration of chemical, refining, and other important industrial facilities, anticipated to continue near 2% per year for the foreseeable future—the equivalent of adding a city the size of Waco, Texas, every year. Section IV describes the Company's service area, the diversity and growth of our customers, and our physical system.

Section V defines the Resiliency Events that most affect the Company's service area and details past occurrences. Due to the proximity of the Company's service area to the Texas Gulf Coast, the Resiliency Events that have typically occurred, and have an increasing probability of occurring in the future, are primarily related to extreme weather events, such as extreme temperature, wind, and water events. Data from NOAA further confirms that the Greater Houston Area has the highest weather and climate hazard risk in the country. NOAA's risk map below illustrates Harris County's high risk relative to other counties throughout the country



Figure SRP ES-1 NOAA Risk Map (United States)



The SRP explains how these Resiliency Events translate to system susceptibilities and the potential impact on the Company's transmission and distribution system. Section VI of the SRP describes the practices associated with the proposed thirty-nine Resiliency Measures and the Resiliency Events that the measures are intended to address. In doing so, the SRP is organized by proposed Resiliency Measure, with each measure categorized by the Resiliency Event that it is most strongly associated with. However, this grouping is not intended to suggest that any given measure will not improve the durability of the system during other types of Resiliency Events.

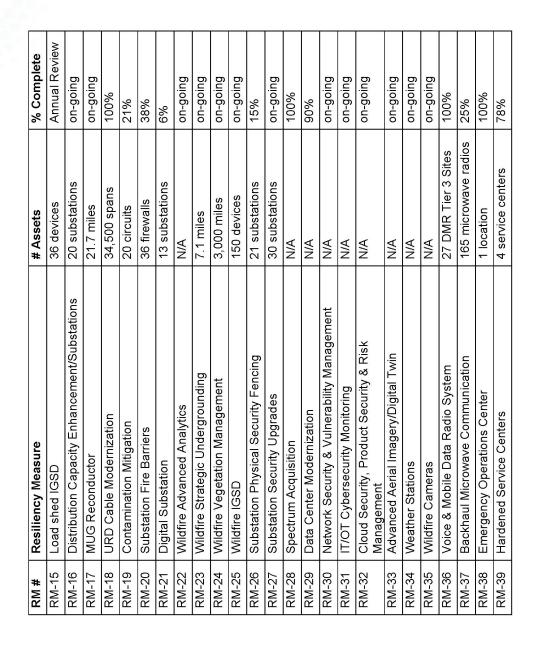


For each Resiliency Measure, this SRP: provides evidence of its efficacy and expected benefits, explains if it is a coordinated effort with other programs or sources of funding, details its selection over alternatives, describes implementation, and addresses the prioritization of each associated Resiliency Event. In support of this SRP, there are six operations witnesses—Mr. Deryl Tumlinson, Mr. David Mercado, Mr. Randy Pryor, Mr. Eric Easton, Mr. Ronald Bahr, and Mr. Christopher Ford—who, respectively, testify to the Resiliency Measures related to distribution, transmission and substations, undergrounding and vegetation management, damage prediction, technology, and cybersecurity operations. The Company has been, and continues to be, actively engaged in enhancing the resiliency of its transmission and distribution system. This SRP builds on the Company's established activities to strategically address modern challenges for the benefit of all our customers. While the implementation of some of the Resiliency Measures described in this plan will extend beyond 2028, this 2026-2028 plan will see the completion or substantial completion of a significant number of Resiliency Measures.

Eigure SRP ES-2
Completion Percentages

RM-1 Distri RM-2 Strate RM-3 Reste RM-4 Distri RM-5 Vege	Distribution Circuit Resiliency		
		25,000 poles	on-going
	Strategic Undergrounding	111 miles	%6
	Restoration IGSD	900 devices	54%
	Distribution Pole Replacement/Bracing	30,000 poles	on-going
	Vegetation Management	11,700 miles	on-going
	Transmission System Hardening	1,715 structures	100% / 19%
RM-7 69kV	69kV Conversion Projects	462 structures	93%
RM-8 S90	S90 Tower Replacements	37 towers	100%
RM-9 Coas	Coastal Resiliency Projects	2 locations	52%
RM-10 Subs	Substation Flood Control	12 substations	on-going
RM-11 Conti	Control Center Flood Control	1 location	100%
RM-12 MUC	MUCAMS	318 sites	64%
RM-13 Mobi	Mobile Substations	6 units	on-going
RM-14 Anti-(Anti-Galloping Technologies	25 circuit miles	on-going







resiliency events or related risks the plan is designed to address, the plan's proposed resiliency measures, the proposed metrics or criteria As required by 16 Tex. Admin. Code § 25.62(c)(2)(G), the comprehensive chart below summarizes the SRP objectives, the for evaluating the plan's effectiveness, the plan's cost and benefits, all of which demonstrate that the overall plan is in the public interest.

Executive Summary Comprehensive Chart

Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
Extreme Wind					
Distribution Circuit Resiliency (RM-1)	Rebuild and upgrade 25,000 poles and crossarms	Capital: \$513.4 million Incremental O&M: None	263.0 million	Extreme wind events • Microburst • High wind • Tornado • Hurricane	Improved structural integrity Higher wind loading capabilities Reduce the frequency and number of customers impacted by outages Reduce total outage times Reduce system restoration costs
Strategic Undergrounding (RM-2)	Replace wooden distribution poles and equipment on overhead distribution lines at freeway crossings, critical facilities, and in	Capital: \$860.0 million Incremental O&M: None	81.1 million	Extreme wind events • Microburst • High wind • Tornado • Hurricane Extreme Temperature	Improve structural integrity Reduce the frequency and number of customers impacted by outages



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
	hard to access areas; 111 miles			 Heat Freeze Wildfires Third-party damage Vehicular collision 	Reduce total outage times Reduce system restoration costs
IGSD Installation (RM-3)	Install 900 Intelligent Grid Switching Devices (IGSDs)	Capital: \$107.3 million Incremental O&M: \$490,000	97.0 million	Extreme weather events Extreme wind events Microburst High wind Tornado Hurricane Hurricane Extreme Temperature Heat Heat Freeze	Faster restoration Reduce time and expense associated with dispatching field personnel to restore an outage Reduce number of customers impacted by an outage Reduce total outage time
Distribution Pole Replacement/Bracing Program (RM-4)	Replace, upgrade, or brace 30,000 wooden distribution pole	Capital: \$251.6 million Incremental O&M: None	121.0 million	Extreme wind events • Microburst • High wind • Tornado • Hurricane Wildfires Third-party damage • Vehicular collision	Improved structural integrity Higher wind loading capabilities Reduce the frequency and number of customers impacted by outages Reduce total outage



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
					times Reduce system restoration costs
Vegetation Management (RM-5)	Transition from a 5-year to a 3-year trim cycle on all distribution circuits; 11,700 miles in total	Capital: None Incremental O&M: \$146.1 million	137.0 million	Extreme wind events Microburst High wind Tornado Hurricane Heavy rain and major storm Extreme freezes Extreme heat	Reduce the frequency and number of customers impacted by outages Reduce total outage times Reduce system restoration costs
Transmission System Hardening (RM-6)	Harden transmission structures by replacing wooden structures with steel or concrete structures, 1,715 structures in total	Capital: \$1,467.3 million Incremental O&M: \$750,000	223.8 million	Extreme wind events • Microburst • High wind • Tornado • Hurricane Wildfires Extreme temperature event lcing on conductors	Improved structural integrity Higher wind loading capabilities Reduce the frequency and number of customers impacted by outages Reduce total outage times Reduce system restoration costs
69kV Conversion Projects (RM-7)	Rebuild and reconductor 69kV transmission circuits to	Capital: \$369.3 million	65.5 million	Extreme wind events Microburst High wind	Improved structural integrity Higher wind loading



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
	138kV; upgrade 462 structures	Incremental O&M: None		 Tornado Hurricane Extreme temperature event Freeze Wildfires 	capabilities Mitigate loss of transmission during extreme weather events by providing multiple paths of redundancy Capacity for future load growth
S90 Tower Replacements (RM-8)	Replacement of S90 towers, replace 37 towers in total	Capital: \$118.4 million Incremental O&M: None	59.5 million	Extreme wind events • Microburst • High wind • Tornado • Hurricane Extreme Temperature Events • Freeze Wildfires	Improved structural integrity Higher wind loading capabilities Reduce the frequency and number of customers impacted by outages Reduce total outage times Reduce system restoration costs
Coastal Resiliency Projects (RM-9)	Construct additional transmission circuits to the coastal portion of the Company's service area; upgrade current 69kV transmission	Capital: \$177.4 million Incremental O&M: \$750,000	7.8 million	Extreme wind events • Microburst • High wind • Tornado • Hurricane	Mitigate loss of transmission during extreme weather events by providing multiple paths of redundancy





Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
Control (RM-11)	Construct a protective flood wall at the Company's back-up control center	Capital: \$7.0 million Incremental O&M: None	2.5 million	High water or flooding events	Mitigation of damage or inoperability of back-up control center due to flooding or high-water events Enhance control center performance during flooding events Reduce the frequency and number of customers impacted by outages Reduce total outage times
Major Underground Control and Monitoring System (MUCAMS) (RM-12)	Installed to monitor vault and pad-mounded equipment in dedicated underground areas, 318 sites in total	Capital: \$10.8 million Incremental O&M: None	0.6 million	Extreme weather events • Flooding • High water Extreme Wind • Hurricanes Extreme Temperature Wildfires	Knowledge of inoperability of automated equipment in the field. Ability to determine status of critical customers remotely Reduce total outage times Reduce truck rolls
Mobile Substation (RM-13)	Purchase of 6 mobile substations for the 3-year period	Capital: \$30.0 million	3.9 million	Flooding or high-water events Extreme Wind	Enhance substation performance during flooding events



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
		Incremental O&M: None		 Tornado Hurricane Drought Freeze Wildfires Physical Attack Physical Attack Theft 	Reduce the frequency and number of customers impacted by outages Reduce total outage times
Extreme Temperature (Freeze)	(ə				
Anti-Galloping Technologies (RM-14)	Installation of air flow spoilers to mitigate the accumulation of ice and lift from air flowing under and install sensors to detect ice accumulation	Capital: \$14.0 Incremental O&M: \$1.0 million	5.3 million	Extreme Weather Event Extreme Temperature (Freeze) events Extreme Wind events • High Wind • Derecho	Reduction of risk of equipment failure or mis-operation Reduce the frequency and number of customers impacted by outages Reduce total outage time
Load Shed IGSD (RM-15)	Install 36 IGSDs to support load shed events	Capital: \$4.5 million Incremental O&M: \$100,000	N/A	Extreme weather events Extreme Temperature • Heat • Freeze Wildfires	Faster restoration Reduce time and expense associated with dispatching field personnel to restore



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
					an outage Reduce number of customers impacted by an outage Reduce total outage
Microgrid Pilot Project (PP-1)	Coordinate with third- party entities in the study, design, implementation, and operation of microgrids in the Company's service area	Capital: \$35.0 million Incremental O&M: \$1.5 million	N/A	Extreme temperature event	Faster restoration Reduce time and expense associated with dispatching field personnel to restore an outage Reduce number of customers impacted by an outage Reduce total outage time
Extreme Temperature (Heat)					
Distribution Capacity Enhancements/Substations (RM-16)	Installation of additional capacity and/or substations to provide for adequate switching based on load; 20 substations	Capital: \$579.6 million Incremental O&M: None	138.1 million	Extreme weather events Extreme Temperature Heat Freeze Extreme Wind	Faster restoration Reduce time and expense associated with dispatching field personnel to restore an outage



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
				 High Wind Derecho Hurricane Extreme Water Flooding Wildfire Physical Attack 	Reduce number of customers impacted by an outage Reduce total outage time
MUG Reconductor (RM-17)	Replacement of aged cable and duct systems on underground 3-phase circuits that have deteriorated over the years; 22 miles	Capital: \$245.0 million Incremental O&M: None	13.6 million	Extreme weather events Extreme Wind Event Tornado Microburst High Wind Derecho Hurricane Tropical Storm Extreme Temperature Heat Heat	Faster restoration Reduce time and expense associated with dispatching field personnel to restore an outage Reduce number of customers impacted by an outage Reduce total outage time
URD Cable Modernization (RM-18)	Modernization of 34,500 spans of underground residential distribution cable	Capital: \$128.4 million Incremental O&M: None	13.0 million	Extreme weather events Extreme Wind Tornado High Wind Derecho	Faster restoration Reduce time and expense associated with dispatching field personnel to restore an outage



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
				Microburst Hurricane Extreme Temperature Heat Freeze Wildfire	Reduce number of customers impacted by an outage Reduce total outage time
Contamination Mitigation (RM-19)	Installation of sensors to proactively detect salt accumulation on insulators; replace insulators and wood poles in high contamination areas; 20 circuits completed during the three-year period	Capital: \$144.0 million Incremental O&M: \$6.0 million	15.7 million	Extreme Temperature • Heat (drought conditions) Wildfires (ignition source in southern HFRA)	Reduce frequency and number of customers impacted by an outage Reduce total outage time
Substation Fire Barriers (RM-20)	Construct transformer fire barriers at 36 substations in total	Capital: \$9.0 million Incremental O&M: None	1.5 million	Extreme Temperature • heat Wildfires	Mitigate damage from substation fires Reduce the number of customers impacted by outages Reduce total outage times Reduce system restoration costs



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
Digital Substation (RM-21)	Upgrade communications and protection equipment leveraging new communications protocols and fiber optic cabling at 13 total substations	Capital: \$31.8 million lncremental O&M: \$(600,000)	1.2 million	Resiliency Events related to extreme weather events Physical threats	Enhanced ability to proactively plan and implement projects to mitigate outages attributable to extreme weather events Make data transmission from the Company's substations to the Company's control center more efficient and secure Allow the Company to make better and timelier assessments of substation operations Provide modern physical protection for substation control house equipment
Wildfire Advanced Analytics (RM-22)	Used in tandem with the Advanced Aerial Imagery Platform/Digital Twin Resiliency Measure to proactively "rank" improvement	Capital: None Incremental O&M: \$900,000	NA	Wildfire	Enhanced ability to proactively plan and implement projects to reduce the risk, mitigate the spread, or mitigate the impact of



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
	regions based on their value add to customers and strategically optimizing the higher fire risk locations.				a wildfire Determine future improvements to the Company's transmission and distribution system to reduce the risk, mitigate the spread, or mitigate the impact of a wildfire Reduce restoration times Reduce testoration times Reduce total outage attributable to a wildfire Reduce total outage times attributable to a wildfire Reduce system restoration costs attributable to a wildfire
Wildfire Strategic Undergrounding (RM-23)	Bury select portions of distribution lines underground that have	Capital: \$50.0 million	N/A	Wildfire	Reduction of risk that a failed overhead structure or conductor



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
	elevated wildfire risk; 7 total miles	Incremental O&M: None			is the source of wildfire ignition Reduction of risk that vegetation contact with a conductor is the source of wildfire ignition Reduction of risk that a fault is the source of wildfire ignition
Wildfire Vegetation Management (RM-24)	Inspect ROW and extensively trim trees and other vegetation in high fire risk areas; 3,000 total miles	Capital: None Incremental O&M: \$30.0 million	NA	Wildfire	Reduction of risk that a failed overhead structure or conductor is the source of wildfire ignition Reduction of risk that vegetation contact with a conductor is the source of wildfire ignition Reduction of risk vegetation is the source of wildfire ignition
Wildfire IGSD (RM-25)	Install additional IGSDs on select locations to enable the isolation of	Capital: \$19.4 million	N/A	Wildfire	Faster restoration due to reduced exposure of number of



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
	portions of the distribution system that have an elevated level of wildfire risk; 150 total devices	Incremental O&M:			customers subject to PSPS Reduce time and expense associated with dispatching field personnel to restore an outage by reducing the need to perform ground patrol on the segment of the segment of the sectionalized circuit Reduce number of customers impacted by an outage Reduce total outage time
Physical Attack					
Substation Physical Security Fencing (RM-26)	Enhance security fencing at 21 substations in total	Capital: \$18.0 million Incremental O&M: None	17.6 million	Physical intrusion and vandalism	Enhance physical deterrence capability Physical threats to substations, including unauthorized entry, theft, and vandalism
Substation Security Upgrades (RM-27)	Enhance security systems at 30 substations in total	Capital: \$19.4 million	25.1 million	Physical intrusion and vandalism	Deter, prevent, and mitigate unauthorized entry into, theft at, and



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
		Incremental O&M: \$100,000			vandalism of the Company's substations Prevent outages from physical threats Increase difficulty for bad actors to gain undetected and unauthorized access to the Company's substations
Technology & Cybersecurity					
Spectrum Acquisition (RM-28)	Acquisition of additional spectrum to maintain future levels of reliability and resiliency, along with accommodation of new communication devices and demand	Capital: \$42.0 million Incremental O&M: None	N/A	Resiliency Events that cause outages	Maintain communications capability including during resiliency events Provide visibility, and command and control for substations operations, avoid radio frequency interference; Avoid hardware failures; Support



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
					communication during restoration
Data Center Modernization (RM-29)	Upgrade the Company's existing data centers to provide for more virtual communications paths; develop a multi-cloud environment in support of disaster recovery migration; integrate cloud environments to create a hybrid environment; implement a new SAN fabric	Capital: \$12.7 million Incremental O&M: \$1.3 million	NA	Resiliency Events that cause outages	Provide visibility, and command and control for substations operations Avoid radio frequency interference Avoid hardware failures Support communications during restoration
Network Security & Vulnerability Management (RM-30)	Implement application security; assess, prioritize, and mitigate cybersecurity vulnerabilities; deploy advanced firewalls, network sensors, and other cyber technologies at 400 sites	Capital: \$7.5 million lncremental O&M: \$2.0 million	N/A	Cybersecurity Unauthorized access Loss of critical or sensitive data	Provide capability to monitor and control certain distribution grid components during the resilience event Reduce risk of disruption of critical computing systems or energy delivery systems Prevents loss of critical/senstive data



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
					Increase compliance with regulatory requirements by implementing measures to protect software and its components from vulnerabilities and threats
IT/OT Cybersecurity Monitoring (RM-31)	Deploy advanced firewalls, network sensors, and other cyber technologies at 400 sites	Capital: \$13.4 million Incremental O&M: \$4.2 million	NA	Cybersecurity Unauthorized access Loss of critical or sensitive data	Provide capability to monitor and control the distribution grid during the resilience event Identify and respond to outage events
Cloud Security, Product Security & Risk Management (RM-32)	Development of security and risk management in cloud services as well as protection of field products	Capital: \$4.0 million Incremental O&M: \$6.0 million	NA	Cybersecurity Unauthorized access Loss of critical or sensitive data	Real-time visibility into data Continuous monitoring controls Improved detection, response and recovery
Situational Awareness					



1	
Anticipated Customer Benefits	Enhanced ability to proactively plan and implement projects to mitigate outages attributable to extreme weather events Determine future improvements to the Company's transmission and distribution system to mitigate the impact of future resiliency events Reduce restoration times Preemptively mitigate damage from resiliency events Reduce the frequency and number of customers impacted by outages Reduce total outage times Reduce total outage times Reduce system restoration costs
Resiliency Event(s) Impact to be Mitigated	Extreme wind events • Microburst • High wind • Tornado • Hurricane Extreme Water • Flooding Extreme temperature event • Heat • Freeze Wildfires
Estimated 3 Year CMI	10.8 million
Estimated costs	Capital: \$18.4 million Incremental O&M: \$2.0 million
Description	Digitize a replication of the Company's transmission and distribution system by combining LiDAR imagery data, device data (meters, IGSDs, sensors, etc.), weather data, inspection data, and monitoring data and inputting the combined data into advanced software platforms
Resiliency Measure	Advanced Aerial Imagery Platform / Digital Twin (RM-33)



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
Weather Stations (RM-34)	Provide high resolution monitoring of weather data and measurements to be used to inform and create weather-based risk profiles and enable more accurate weather risk modeling. Weather stations will be purchased in 2025 (100 of them initially) and this will cover upkeep of these units.	Capital: None Incremental O&M: \$300,000	N/A	Extreme weather events Extreme Wind Tornado High Wind Derecho Microburst Hurricane Extreme Temperature Heat Heat Freeze	Faster restoration Reduce time and expense associated with dispatching field personnel to restore an outage Reduce number of customers impacted by an outage Reduce total outage time
Wildfire Cameras (RM-35)	Installation of camera system and/or other monitoring equipment at select locations on the Company's system that have elevated wildfire risk Weather cameras will be purchased in 2025 and this will cover the upkeep of these units.	Capital: None Incremental O&M: \$900,000	NA	Wildfire	Real-time monitoring capability in select regions Faster response time in the event that issues are identified or in the event of a wildfire
Voice and Mobile Data Radio System (RM-36)	Upgrade the fleet mobile and portable radio communications equipment used to	Capital: \$20.9 million	N/A	Resiliency Events that cause outages	Maintain communications capability to and with the Company's field



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits
	dispatch and communicate with the Company's field personnel	Incremental O&M: None			personnel in instances with limited cellular coverage, including during resiliency events
Backhaul Microwave Communication (RM-37)	Replace the Company's existing microwave radio links and upgrade the Company's backbone point-to-point microwave links	Capital: \$12.7 million Incremental O&M: None	NA	Resiliency Events that cause outages	Provide visibility, and command and control for substations operations Avoid radio frequency interference Avoid hardware failures Support communication during restoration
Emergency Operations Center (RM-38)	Build Emergency Operations Center facility for emergency response personnel to monitor situational awareness systems and support restoration during Resiliency Events	Capital: \$50.0 million Incremental O&M: \$6.0 million	N/A	Resiliency Events that cause outages	Support near real-time situational awareness during Resiliency Events Reduce restoration time



Resiliency Measure	Description	Estimated costs	Estimated 3 Year CMI	Resiliency Event(s) Impact to be Mitigated	Anticipated Customer Benefits	
Hardened Service Centers (RM-39)	Build 4 harden service center facilities for distribution personnel supporting restoration during Resiliency Events	Capital: \$107.6 million	N.A	Resiliency Events that cause outages	Reduce time and expense associated with dispatching field personnel to restore an outage Reduce total outage time	



Hurricane Beryl After-Action Report for CenterPoint Energy, Inc.

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Version: 1.0

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Executive Summary

In July 2024, PA Consulting Group, Inc. (PA) was engaged by CenterPoint Energy, Inc. (CenterPoint, CNP, or the Company) to conduct an independent assessment and prepare an after-action review of the Company's storm preparedness and restoration efforts associated with Hurricane Beryl. This report is intended to provide CenterPoint Energy with recommendations to enhance resiliency and be better prepared for future extreme weather events and other emergencies. In certain areas, it may provide specific context from CenterPoint's response in Hurricane Beryl, but it is not intended to be a comprehensive review of CenterPoint's performance during Hurricane Beryl. The report focuses on areas of improvement since CenterPoint commissioned PA to help it understand areas of improvement, and as such, this report does not conclude that CenterPoint's overall preparation and response was insufficient.

This report focuses on go-forward improvements. Furthermore, we understand that CenterPoint is already underway on many of the recommendations as part of its Greater Houston Resiliency Initiative, and we anticipate that CenterPoint will proceed to consider all of the recommendations with its regulator and other key stakeholders.

Hurricane Beryl made landfall as a Category 1 storm on July 8 at 4:00 AM, sweeping directly through the CenterPoint Energy Houston Electric (CEHE)¹ service territory. As the storm slowly weakened, it caused extensive damage, particularly northeast of the eye (the "dirty side"), severely impacting the Greater Houston area and its dense tree canopy. Although the transmission system was generally not impacted, thousands of trees were uprooted, many of which fell on CenterPoint's overhead electric lines, resulting in widespread damage to the Company's distribution system and those of neighboring electric utilities.

CenterPoint's emergency preparedness and restoration efforts during Hurricane Beryl came under intense scrutiny from customers, local governments, and other public officials. Public frustration in Houston grew quickly due to the lack of a customer outage tracker and the absence of timely Estimated Time of Restoration (ETR) information. This issue will be explored in detail throughout the report. In contrast, CenterPoint demonstrated effective application of lessons learned from past wind events, such as Hurricane Ike in 2008. Notably, its transmission system largely withstood the storm, highlighting the success of CenterPoint's system hardening initiatives.

Aligned with CenterPoint's commitment to building the most resilient coastal grid in the country and enhancing its storm restoration efforts, PA developed this report to assess the utility's storm preparedness and restoration performance. The report offers detailed recommendations to enhance CenterPoint's standard practices, including near-term actions to improve the utility's response to potential storm events in 2024. It also outlines mid-term strategies for action ahead of the 2025 storm season, as part of Phase 2 of the Greater Houston Resiliency Initiative, with additional actions planned for subsequent beyond Phase 2. CenterPoint has implemented, or has already begun planning to implement, a number of the strategies and recommendations contained in this report.

¹ CenterPoint Energy Houston Electric is the electric transmission and distribution subsidiary for the Houston area of CenterPoint Energy, which operates across several states. While CenterPoint Energy as a whole manages a wide range of utility services, including natural gas distribution, CenterPoint Energy Houston Electric specifically handles the delivery of electricity to customers in the Houston area. References to CenterPoint Energy generally relate to CenterPoint as a whole including CEHE, but where the context requires, references to CenterPoint Energy may relate solely to CEHE.

Hurricane Beryl

Hurricane Beryl began as a tropical depression in the Atlantic on June 28, 2024, and rapidly strengthened into a Category 4 hurricane by June 29. On July 1, Beryl made landfall on Carriacou Island in Grenada. Beryl made history as the first Category 4 hurricane ever recorded in the month of June and later escalated to a Category 5.

As Beryl moved through the Caribbean, it weakened, making a second landfall on the Yucatán Peninsula as a Category 2 hurricane on July 5. After reentering the Gulf of Mexico, Beryl regained strength and made its final landfall in the Greater Houston area on July 8 as a Category 1 storm. The hurricane swept across 80% of CEHE's service territory, with its 'dirty side' delivering wind gusts up to 84 mph and sustained winds up to 58 mph. As Beryl moved further inland, it retained its strength, with gusts reaching up to 83 mph and sustained winds peaking at 62 mph. This resulted in extensive damage in the Greater Houston area, particularly to the urban tree canopy and forested areas.

For CenterPoint and the Houston area, the storm's potential severity remained uncertain almost until Beryl made landfall in Texas on July 8. From July 1 to July 4, weather forecasts indicated that the storm would strike Northeast Mexico, suggesting minimal to no impact on Houston. However, on the morning of July 6, the forecast shifted to project Beryl's landfall near Rockport, Texas, with a post-landfall path west of Houston, resulting in moderate impacts expected in Houston. By July 7, the forecast evolved further, placing the Greater Houston area directly in Beryl's path.

CenterPoint's Response to Hurricane Beryl

Hurricane Beryl caused extensive damage to CEHE's electric infrastructure but primarily impacted the distribution system. The impact was intensified as the storm hit the city's most densely populated service area, with a high number of tree falls—many from outside CenterPoint's easements—in part, due to weakened roots and saturated soils from recent heavy rains, making trees more likely to topple. Over 75% of overhead distribution circuits experienced lockouts, leaving more than 2.1 million CenterPoint Energy customers (~75%) without power. The last windstorm of a similar magnitude that CenterPoint experienced was Hurricane Ike in 2008.

While the distribution system was significantly impacted, the transmission system proved resilient. CenterPoint experienced 6 substation outages (2.0%) and 15 customer substation outages (8.0%),² all of which were restored to service quickly. Only 31 transmission line segments (8.0%) experienced outages, 16 transmission structures (0.05%) required replacement, and 4 others (0.01%) needed repairs. Figure ES - 1 shows CenterPoint's restoration curve for Hurricane Beryl. The blue line represents the number of customers without power due to Hurricane Beryl on each specific day.

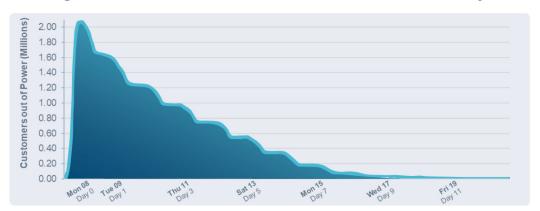


Figure ES - 1: CenterPoint's Restoration Curve for Hurricane Beryl

² CenterPoint substations that experienced an outage include Intercontinental, Treaschwig, Kingwood, Pinehurst, and West Bay. In addition, a customer owned substation, Inteq, also experienced an outage.

The extensive number of distribution circuits lockouts was the major technical restoration challenge Beryl presented. CenterPoint's long overhead circuits with few field sectionalizing devices,³ resulted in distribution circuit breakers protecting large areas of the system. Patrolling for and repairing damage to such large areas contributes to longer restoration times. As shown in Figure ES - 2, distribution circuit breaker lockouts peaked at 1,202, these being almost exclusively from the 1,675 overhead circuits on the CEHE system. Circuit re-energization results from Monday afternoon and Tuesday show significant progress, but also show the magnitude of the challenge, as 316 distribution circuits remained deenergized on Tuesday night, 36 hours after Beryl left CEHE's territory.

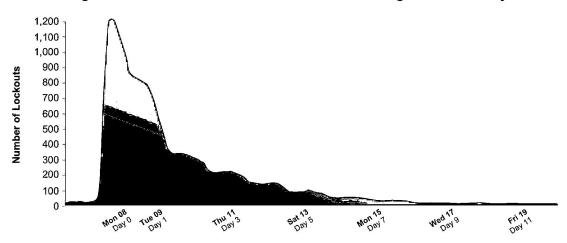


Figure ES - 2: Distribution Feeder Lockouts During Hurricane Beryl

Due to the extensive damage caused by Hurricane Beryl, CenterPoint did not identify and issue a global ETR that first day. Daily press releases containing information regarding restoration expectations began on July 10. For example, the July 10 press release indicated that CenterPoint expected to have 400k customers restored by Friday, July 12, and another 300k customer restored by Saturday, July 13. Additionally, CenterPoint provided a map of outages, restoration status, and circuit based ETRs, that was updated at least daily.

This approach falls short of industry-leading practices, as global ETRs help shape customer expectations and inform them of necessary actions, if any. Furthermore, these estimates aid external stakeholders, such as municipalities, water districts, and other agencies, in coordinating their responses. The absence of this information limits customers' ability to plan and manage their activities during outages, heightens uncertainty, and undermines communication between the utility and its customers. CenterPoint's customers quickly voiced their frustration over the lack of restoration information.

CenterPoint's external communications and overall narrative regarding the storm quickly deteriorated due to its inability to provide sufficient outage information to customers. The customer-facing Outage Tracker was unavailable during Hurricane Beryl because of technical issues that had been identified during the May 2024 derecho. While CenterPoint's outage tracking systems typically perform well under normal conditions, it's important to acknowledge that similar challenges have been encountered by other utilities during major storm events, particularly when faced with unprecedented volume and demand. Additionally, CenterPoint's Power Alert Service® (PAS) failed to consistently notify customers that the Company was aware of their outages or to deliver timely updates, primarily due to bandwidth limitations. Furthermore, as only 42% of customers were enrolled in PAS prior to the storm, only that percentage of customers would have received critical information even if the service had been

³ When originally conceived, CenterPoint's distribution design philosophy was intended to be the most cost-effective solution for rate payers.

functioning properly. It's important to highlight that the legally mandated involvement of Retail Electric Providers (REPs) as intermediaries between the distribution provider and customer creates a communication barrier not typically encountered in the industry. Bridging the gap between CenterPoint and its end users will significantly enhance storm preparedness, response, and the overall customer experience in future storms, and will be discussed in detail in this report.

Beryl's restoration ultimately took 11 days, which was significantly shorter than the 17 days required for the Company to restore power after Hurricane Ike and on par with peers during Hurricane Beryl in spite of the direct storm impact to CenterPoint. However, even after 8 days of efforts, approximately 78,000 customers were still without power, resulting in a prolonged outage that posed significant challenges for many customers in the Greater Houston area.

Overall Conclusions

CenterPoint's preparation and response to Hurricane Beryl were found to be generally consistent with industry standards, and its overall restoration time was comparable to its neighboring utilities. While the report highlights a number of recommendations and areas of improvement, it purposely does not try to describe the many instances where CenterPoint's actions were typical and/or leading practices in the industry. Examples of these include the timely acquisition of roughly 15,000 mutual assistance resources, and the rapid deployment of staging sites and associated logistics.

As detailed in the Customer Experience segment of the 'Findings & Recommendations' section of this report, customer sentiment declined from before the storm to after its impact. This negative feedback primarily arose from the communication challenges CenterPoint encountered throughout the storm. While proactive and frequent communication is crucial during major events, specific key information—particularly the status of customer outages and associated estimated restoration times—is essential to the communication's effectiveness. Additionally, CenterPoint did not provide a global ETR within 48 hours, which is the common industry practice, leaving customers uncertain about when their power would be restored. Ultimately, it was not the communication itself that was the issue, but rather the lack of information provided within those communications.

CenterPoint's Beryl response has highlighted critical areas for improvement in grid preparedness. Notably, the incidence of circuit lockouts during Hurricane Beryl was comparable to those experienced during Hurricane Ike, despite Beryl having wind speeds that were roughly 40% weaker than Ike's in part due to the difference in the storm's respective paths. Sustained winds inland for Beryl were 62 miles per hour and only 56 miles per hour for Ike. It is imperative that CenterPoint address the overall level of power loss, which affected more than 75% of customers during Beryl. Urgent action should significantly improve the resilience of distribution grid infrastructure. The reasons for feeder lockouts are varied, necessitating tailored solutions for each circuit based on specific damage assessments.

PA observed the need for more sectionalization on circuits. The current midstream devices and circuit end ties do not offer adequate sectionalization to prevent lockouts. To bolster the resiliency of the system, PA found that all circuits should be reinforced up to the first protective device located outside of the substation. This protective device should be placed at the first lateral off the backbone circuit. Enhancing circuits may require a combination of strategies, such as targeted vegetation management, the installation of covered conductors or tree wire, and the potential undergrounding of lines. A comprehensive analysis should be performed on a circuit-by-circuit basis, with the ultimate objective of significantly reducing feeder lockouts and improving overall grid stability.

The report recommends that CenterPoint improve its storm response by prioritizing key actions rather than addressing every recommendation in isolation. Users of this report should not take any one recommendation in isolation or out of context. Focusing on a strategic approach to planning and executing these recommendations is more critical than simply implementing as many as possible. By carefully selecting and aligning initiatives with existing programs, CenterPoint can ensure that its efforts are more effective and meaningful. This strategic prioritization allows for a more coherent and impactful response, ultimately leading to the enhancement of the customer experience and grid resilience.

Recommendation Summary

This report provides the findings of our analysis, with each section detailing specific insights relevant to CenterPoint's operations and performance. Accompanying these findings are tailored recommendations to address identified challenges and enhancing overall effectiveness. Below, you will find an index of these recommendations, designed to facilitate easy navigation through the proposed actions that will drive improvements and support CenterPoint's strategic goals. Each recommendation reflects a targeted approach to optimizing processes and bolstering resilience within the organization.

Table ES - 1: Index of Recommendations

Index ID	Recommendation	Timing	Section
CCH-1	Increase Call Center Resource Pool	Short-Term	3.15.2
CCH-2	Analyze Root Cause of IVR Containment Drop	Short-Term	3.15.2
CCH-3	Project Call Center Resource Needs	Mid-Term	3.15.2
CCH-4	Establish a Call Center Storm Response Plan	Mid-Term	3.15.2
COMMS-1	Update the Current Communications Plan	Short-Term	3.7.2
COMMS-2	Revise the Current Communications Strategy	Mid-Term	3.7.2
COMMS-3	Expand Relationships with External Stakeholders and Government Officials	Mid-Term	3.7.2
COMMS-4	Develop a Liaison Protocol	Mid-Term	3.7.2
COMMS-5	Establish Customer Experience Feedback Mechanisms	Mid-Term	3.7.2
CX-1	Implement Real-Time Customer Feedback during Major Events	Short-Term	3.9.2
CX-2	Increase Customer Enrollment and Customer Contact Database	Mid-Term	3.9.2
CX-3	Enhance Customer Communication Channels	Mid-Term	3.9.2
CX-4	Inform Customers of the Potential Need for Electrical Service Work	Short-Term	3.9.2
DER-1	Continue to Catalog DERs and Microgrids in CenterPoint Territory	Short-Term	3.17.2
DER-2	Leverage Capacity Maps	Mid-Term	3.17.2
DER-3	Use DERs during Restoration Efforts	Mid-Term	3.17.2
DM-AS-1	Integrate Damage Assessment and Vegetation Management Crews	Short-Term	3.12.2
DM-AS-2	Pre-Stage Materials/Equipment	Short-Term	3.12.2
DM-AS-3	Streamline Damage Assessment for Work Packages	Short-Term	3.12.2
DM-AS-4	Upgrade Damage Assessment Technology	Mid-Term	3.12.2
DM-AS-5	Revise Resource Utilization	Mid-Term	3.12.2
DM-PR-1	Gather Beryl Damage Data for Model Refinement	Short-Term	3.5.2
DM-PR-2	Refine Restoration Productivity Assumptions	Short-Term	3.5.2
DM-PR-3	Build, Develop, or Acquire more Comprehensive Damage Prediction Models	Mid-Term	3.5.2

Index ID	Recommendation	Timing	Section
EP&R-1	Enact 24-Hour EOC/DOC Operations	Short-Term	3.3.2
EP&R-2	Reevaluate FCC Support	Short-Term	3.3.2
EP&R-3	Focus Planning Section on Strategic Functions	Mid-Term	3.3.2
ETR-1	Calculate and Disseminate Global ETRs	Short-Term	3.6.2
ETR-2	Develop ETR Strategy and Processes	Mid-Term	3.6.2
ETR-3	Integrate ETR Manager Role into IC	Mid-Term	3.6.2
ETR-4	Define and Track ETR Accuracy	Mid-Term	3.6.2
GRID-1	Develop a Program to Segment Less than 500 Customers per Remotely Controllable Circuit	Short-Term	3.18.2
GRID-2	Develop Laterals protection and sectionalizing strategy	Short-Term	3.18.2
GRID-3	Replace Composite Pole and Cross-arms	Mid-Term	3.18.2
GRID-4	Replace Open Wire with Covered Conductors	Mid-Term	3.18.2
IC-1	Streamline EOC Layout	Short-Term	3.2.2
IC-2	Revise IC Roles and Responsibilities	Short-Term	3.2.2
IC-3	Expand IC/EOC Training	Short-Term	3.2.2
IC-4	Continue to Streamline EOC Layout	Mid-Term	3.2.2
IC-5	Establish EOC-Sections Daily Meeting	Mid-Term	3.2.2
IT/OT-1	Factor Storm Volumes into All Systems	Short-Term	3.20.2
IT/OT-2	Ensure Data Quality and Robustness	Short-Term	3.20.2
IT/OT-3	Harden IT/OT	Mid-Term	3.20.2
LOG-1	Use Enhance Operational Efficiency through Alternative Staging Site and Logistics Solutions	Short-Term	3.11.2
LOG-2	Use Select Service Centers for Staging	Short-Term	3.11.2
MA-1	Reevaluate FCC Support	Short-Term	3.10.2
MA-2	Develop Mutual Assistance Tool	Short-Term	3.10.2
MA-3	Reevaluate Storm Rider Policy	Short-Term	3.10.2
MA-4	Supply Mobile Technology to Crews	Mid-Term	3.10.2
MA-5	Create Equipment Equivalents List	Mid-Term	3.10.2
MA-6	Utilize Mutual Assistance Crews in the Same Efficiency as Internal Crews	Mid-Term	3.10.2
OT-1	Replace Outage Tracker	Short-Term	<u>3.8.2</u>
OT-2	Revise Technology Selection and Testing Processes	Short-Term	<u>3.8.2</u>
OT-3	Expand Customer Reporting	Short-Term	3.8.2

Index ID	Recommendation	Timing	Section
OT-4	Use Positive Language in Outage Tracker	Mid-Term	3.8.2
OT-5	Host Software Platforms Reliably	Mid-Term	3.8.2
RM-1	Expedite IAP Completion	Short-Term	3.13.2
RM-2	Evaluate FCC Pool Size	Short-Term	3.13.2
RM-3	Use Substation Restoration Segmentation	Short-Term	3.13.2
RM-4	Test Processes and Technology	Mid-Term	3.13.2
RM-5	Change RTO/DCO Jurisdictional Boundary	Mid-Term	3.13.2
SAF-1	Expand Safety Standdowns	Short-Term	3.4.2
SAF-2	Revise Substation Breaker Reclose Policy	Short-Term	3.4.2
SAF-3	Bolster Safety Leadership Responsibility	Mid-Term	3.4.2
TG-1	Catalog Critical Load Customers	Short-Term	3.16.2
TG-2	Test Existing On-site Generation	Short-Term	3.16.2
TG-3	Establish Deployment Priority List	Short-Term	3.16.2
TG-4	Develop and Promote Interconnection Services for Temporary Generation	Mid-Term	<u>3.16.2</u>
TG-5	Procure Additional Distribution-scale Generation	Mid-Term	3.16.2
UG-1	Identify a Pilot to do Underground Replacement of Existing Overhead Rear Lot Construction	Short-Term	3.19.2
UG-2	Develop Worst Performing Feeder Underground Program	Short-Term	3.19.2
UG-3	Expand UG Priority Circuits	Mid-Term	3.19.2
VM-1	Revise Trimming Cycles	Short-Term	3.14.2
VM-2	Optimize Crew Coordination	Short-Term	3.14.2
VM-3	Enhance Tree Replacement Program	Mid-Term	3.14.2
VM-4	Develop a Digital Intelligence Program to Effectively Perform Condition-Based Trimming	Mid-Term	3.14.2

1. Introduction

1.1 Report Purpose & Objectives

The purpose of this after-action review is to evaluate CenterPoint's preparedness and response efforts during Hurricane Beryl. It provides a detailed overview of the events surrounding the hurricane. Additionally, the report examines how CenterPoint designed and executed its emergency restoration plans across all phases of the restoration curve in response to Beryl. This report evaluated outage data, restoration timelines, communication effectiveness, and crew performance, incorporating insights from both frontline workers and management.

1.1.1 Resiliency

Beryl's storm restoration curve provided valuable context and a foundation for conducting an afteraction review of the restoration effort. The storm restoration curve contains valuable customer experience information and demonstrates the resilience of the electric system, offering insights that can be leveraged to identify both process improvements and necessary investments in the system. This curve accurately portrays the overall customer outage experience during the event, distinguishing between those who are restored with minimal effort and those who experience prolonged outages, while also identifying areas that warrant targeted hardening or mitigation projects in the long term.

The restoration curve is divided into three key phases—readiness, responsiveness, and recovery. As illustrated in Figure 1 - 1, each phase begins and ends at distinct points within the overall restoration process, with specific goals and corresponding actions to achieve those goals. The readiness phase focuses on proactive measures, ensuring that systems and personnel are prepared to respond effectively. In the responsiveness phase, utilities optimize crew resources and implement immediate actions to address outages and restore service as quickly as possible. Finally, the recovery phase emphasizes restoring service to all customers (e.g., least accessible, single outages, etc.), completing the restoration effort.



Figure 1 - 1: Illustrative Restoration Curve

PA examined the sequence of events and processes that took place during the three restoration stages to understand how CenterPoint carried out their emergency restoration plans and to determine whether

the stated objectives of those plans were sufficient to meet the challenges of a particular major outage event. These phases not only provide a structured approach to emergency restoration but also underscore the importance of strategic actions and planning at each stage. By understanding the unique characteristics and goals of each phase, utilities can optimize their efforts and investments, resulting in more efficient and effective restoration outcomes.

Readiness

For the readiness phase, PA evaluated how CenterPoint prepared through its planning and decision-making for the major event. The timeframe analyzed spanned from the initial identification of Hurricane Beryl up until the commencement of restoration activities, typically marked by the deployment of damage assessment resources. Specifically, PA examined:

- Actions taken within any established operational readiness processes and/or procedures in anticipation of Hurricane Beryl.
- Technology and systems readiness, including whether critical Information Technology/Operational Technology (IT/OT) systems (e.g., Outage Management System (OMS), dispatch software, outage maps) were sufficiently prepared, switched into storm mode, and verified to be operating optimally before Hurricane Beryl, and what, if any, mitigation actions were taken for identified issues or risks.
- Pre-event management of resources (contractor and mutual assistance), logistics, and operational
 preparedness activities (Incident Command Structure activation, securing resources, pre-staging
 crews and materials), along with mobilization efforts (e.g., staging site activations, fuel distribution,
 mutual assistance onboarding, and safety briefings) undertaken.
- Efforts made to understand and address the potential consequences of electric infrastructure and IT/OT system failures, along with associated contingency plan.
- Application of lessons learned from prior events and improvements committed to after previous storms (e.g., Hurricane Ike, May 2024 derecho), and how these lessons were incorporated into the emergency response plan used during Beryl's restoration planning.
- Development and customization of proactive messaging and associated customer communications/ alerts created prior to the storm's arrival, as well as omni-channel information dissemination plans.
- Verification of updates, testing, configuration management, and patch management of missioncritical IT/OT systems completed.
- Coordination made with other local utilities (e.g., water districts), stakeholders (municipalities, first responders), and critical customers (e.g., hospitals, major customers).

Responsiveness

PA focused on CenterPoint's restoration activities, which included the strategies, decisions, and execution of the restoration plans. These efforts commenced with the decision to initiate damage assessments and extended until the majority of affected customers had their power restored. PA's examination included:

The quality of the emergency restoration plan, particularly in relation to:

- Restoration strategy and prioritization of jobs/tickets.
- Resource management (internal and mutual assistance), including the line crew/vegetation crew mix and required support and logistics resources.
- Stakeholder engagement (e.g., general customer base, critical customers, elected

How the plan was executed during the event, including:

- Allocation of restoration resources across districts, staffing of call centers and liaison organizations.
- Integration and utilization of contractor and mutual assistance crews throughout the restoration process.
- Accuracy and timeliness of resource dispatch and work management during restoration.

The quality of the emergency restoration plan, particularly in relation to:

officials, local and city governments, and key accounts).

- Development and dissemination of publicfacing messaging.
- Customer communications (e.g., messaging, updates, channels), with a specific focus on ETR communications including initial estimates and updates.
- Systems/technology utilization, performance, and associated contingencies.

How the plan was executed during the event, including:

- Information flow between various groups, and how data (e.g., assessed damage, customer counts, outage statistics) was collected and analyzed to inform decision-making.
- Effectiveness of communications and coordination with stakeholders.
- Timeliness and accuracy of ETR updates (global, regional, local, and ticket/job-based).
- The effectiveness of system design, grid automation, and communications technology in supporting restoration operations.

Recovery

Lastly, PA examined how the utility executed the final phase of customer restoration, assessed the effectiveness of its after-action review processes, and explored how lessons learned were identified and integrated into future restoration plans. Specifically, PA analyzed:



How well nested outages were identified and addressed.



The prioritization of the final restoration efforts, the resources held over to complete these tasks, and the handling of emergent outages that were not storm related.



The decisions and execution of demobilization plans for mutual assistance/ contractor crews and internal resources.



Areas where system controls and management excelled, as well as opportunities for improvement.

1.2 After-Action Review Methodology

The after-action review is an independent assessment of CenterPoint's preparedness, response, and recovery efforts during Hurricane Beryl. This evaluation was carried out through multiple rounds of data requests, which thoroughly examined the Company's performance. The review covered customer outage data, logistics, Supervisory Control and Data Acquisition (SCADA) information, asset data, and internal and external communications. To supplement this data, discovery interviews were conducted with key personnel overseeing emergency preparedness and response efforts. PA held over 30 interviews with CenterPoint employees, including all leadership staff within CenterPoint's Incident Command (IC), using a combination of on-site and virtual discussions. By gathering both quantitative data from requests and qualitative data through interviews and primary source documents and analyzing both, the after-action report evaluates all aspects of the utility's response to the hurricane and provides recommendations for improvements to the three stages (readiness, responsiveness, and recovery) to improve performance during the next event.

In this review, PA independently developed the outage restoration curve using a "bottom-up" approach, based on source data provided by CenterPoint. This data covered all grid events in CEHE's territory, along with their associated outages, which were then aggregated to produce a territory-wide outage

Hurricane Beryl After-Action Report for CenterPoint Energy, Inc.

count throughout the storm. Although PA's calculated outage metrics closely align with CenterPoint's initially reported numbers, discrepancies exist in the maximum number of customers affected and the daily restoration counts. These differences stem from PA utilizing outage data that had undergone post-storm Quality Assurance (QA) at the end of July.

PA noted that CenterPoint's data lacked timestamps, which could result in inconsistencies in measurement timing. Utilities typically need to reconcile their outage data, especially after major events like hurricanes, to ensure accurate record-keeping matches restoration actions in the field. For example, three customers may be connected to a reportedly damaged distribution transformer, resulting in a reported customer impact of 3 but the field crew may have repaired a single service drop and not the transformer, with a real customer impact of 1. This can lead to inaccuracies in the reported extent of the damage and the number of customers and locations affected. In CenterPoint's Request for Information (RFI) responses to the PUCT as well as in its operational compendium related to Beryl, both of which are used as references throughout this report, outage statistics had not yet undergone this QA process. After the QA process was completed, CenterPoint's numbers align with PA's. PA's dataset included precise outage timestamps, allowing for consistent daily reporting. Consequently, when referencing outage metrics and event chronology in this report, PA's calculations are used.

Hurricane Beryl

2.1 Hurricane Overview

Hurricane Beryl originated as a tropical depression in the Main Development Region of the deep tropical Atlantic on June 28, 2024, with winds of 35 mph. For the next week, the storm traveled across the Gulf of Mexico.⁴

After passing through Carriacou, Beryl continued to strengthen in the Eastern Caribbean Sea, becoming a Category 5 hurricane. Following this peak intensity, the storm began to weaken, passing south of Jamaica as a Category 4 on July 3. It further diminished before making a second landfall on the Yucatán Peninsula as a Category 2 on July 5. As Beryl moved over land, it lost strength but reemerged into the Southwest Gulf of Mexico later that day as a strong tropical storm. Despite its movement, Beryl struggled to regain intensity due to increased wind shear and dry air. On July 6, Beryl's precise landfall location was still uncertain as it moved through the Gulf of Mexico. However, by July 8, the storm regained strength and made landfall in Texas.

Figure 2 - 1: Hurricane Beryl's Projected Track Area as of July 4 and July 6, 2024 (NOAA)





Prior to reaching Texas, Beryl's projected path had several possible trajectories based on various forecast models.⁶ These potential paths included (shown in Figure 2 - 1):

- Gulf of Mexico: Initially, as Beryl reentered the Gulf of Mexico after crossing the Yucatán Peninsula, forecasts showed that it could take a more westward or northwestward path. This trajectory included potential landfalls anywhere along the Gulf Coast, from northern Mexico to the central Texas coastline.
- Northern Mexico: One possible path had Beryl moving towards northern Mexico, similar to previous storms that have crossed the Yucatán Peninsula and then curved westward. This would have resulted in a landfall near the Tamaulipas or Veracruz states.

⁴ National Oceanic and Atmospheric Administration Climate.gov website. https://www.climate.gov/. Accessed August 2024.

⁵ National Oceanic and Atmospheric Administration Climate.gov website. https://www.climate.gov/. Accessed August 2024.

⁶ National Oceanic and Atmospheric Administration website. https://www.nhc.noaa.gov/. Accessed August 2024.

- South Texas: Another predicted path had Beryl targeting the southern Texas coast, potentially
 making landfall between Corpus Christi and Brownsville. This would have steered the storm away
 from major urban centers like Houston but still affected smaller coastal communities.
- Central Texas Coast: A more central path included potential landfall near Matagorda Bay, which
 would have put both Corpus Christi and Houston at risk, depending on the storm's trajectory after
 landfall.
- Eastern Texas and Louisiana: Some models suggested Beryl could curve more northeastward, which would have brought it closer to the Texas-Louisiana border or even into Louisiana, threatening areas like Beaumont, Port Arthur, and Lake Charles.

As the storm progressed, its path became more defined, leading to its eventual landfall and subsequent impact on the Greater Houston area. On July 8, Beryl made landfall as a Category 1 Hurricane. The forecast, as of 3:00AM CT,⁷ indicated that the storm would have high impact to Houston with hurricane force winds and rain. The storm made landfall at 4:00AM and the eyewall tracked through Houston throughout the morning until around 2:00PM. The storm weakened slowly after hitting the coast and caused high levels of damage as it moved through Houston. Beryl's eye passed over the west side of the metro area, with the most damaging area of the storm northeast of the eye (or the "dirty-side"), passing directly through Houston as a direct hit.

The combination of high winds, over a foot of rainfall, and surge flooding led to downed trees, poles, and power lines, resulting in more than 2.1 million CEHE customers in the Greater Houston area losing power. Beryl caused significant flash flooding, power outages, and damage to vegetation creating a difficult environment for utility and emergency response crews to operate in. Multiple deaths were reported due to trees falling on homes and heavy rain caused several roadways in the area to become flooded with officials needing to perform almost 50 high water rescues by 3:30PM.8 Figure 2 - 2 presents a daily breakdown of customer outages, detailing the extent of power loss experienced over the first nine days of the storm restoration period.

July 9 July 8 July 10 July 11 **Davs Customers Out:** 1.7M 1.3M 997K 2.1M Percentage Out: 75% 61% 46% 36% July 15 July 14 July 13 July 12 6 5 561K 355K 760K 182K 28% 12% 20% 7% July 16 July 17 July 18 July 19 8 9 35K 5.6K 78K 4.7K 1% 3% <1% <1% Note: Maximum outage lengths reported may exceed restoration duration due to some customers being unable to receive

Figure 2 - 2: Customer Peak Outages Per Day Post-Beryl

power after restoration efforts were complete.

⁷ All times listed are Central Time unless otherwise stated.

⁸ University of Houston Public Media article. "Beryl blows into Houston: Hurricane makes landfall as category one; three deaths reported." Accessed September 2024.

Following the initial power outage, nearly two hundred thousand customers remained without electricity for over a week as CenterPoint continued its restoration efforts.

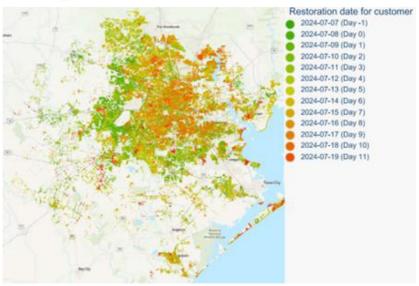


Figure 2 - 3: Map of Customer Restoration Dates

Image provided by CenterPoint Energy

After the storm passed, government officials and nonprofits began opening cooling centers for the public to seek refuge from the heat, charge electronic devices, and access food and clean water. However, due to power loss some cooling centers were unable to operate.

During the storm, St. Luke's Health-Brazosport Hospital faced power outages and sustained damage, forcing it to rely on its standby generator. As a result, patients had to be transferred to nearby facilities. While most hospitals, including Houston Methodist and Memorial Hermann Health System, remained open, many outpatient facilities and clinics closed. Memorial Hermann's convenient care centers were limited to emergency services only and patients were moved to other hospitals due to the storm's impact.

Federal and state officials responded to the event with Federal Emergency Management Agency (FEMA) providing disaster relief to 67 counties in Texas and disaster declarations were issued in 121 counties. CenterPoint mobilized roughly 15,000 personnel for distribution line repair and vegetation management, deployed across 21 staging sites set up between July 8 and July 12 and in place throughout the duration of storm response. This included over 13,000 mutual assistance resources, 1,217 native contractors, and 583 CenterPoint resources. Over the course of the response the utility replaced over 3,000 downed or damaged poles and almost 2,500 transformers and used over 146,000 feet of wire in its effort to restore power to all affected customers.

On September 12, 2024, the Harris County Institute of Forensic Sciences submitted a request under the Texas Public Information Act to determine the number of deaths related to Hurricane Beryl in Harris County. The response to the request confirmed 22 deaths attributed to the storm. Additionally, neighboring counties—including Fort Bend, Galveston, Montgomery, and Matagorda—reported further fatalities, bringing the overall death toll to 42. Trees falling on homes and people in vehicles also caused at least 3 deaths and flooding causing people to be trapped in cars. Overall, the storm caused between \$2.5 and \$3.5 billion in property damage to the area with the total approximate economic loss nationwide being between \$28 and \$32 billion. After passing through Houston, Beryl weakened to a

⁹ Harris County Institute of Forensic Sciences Texas Public Information Act Data Request. https://ifs.harriscountytx.gov/. Accessed September 2024.

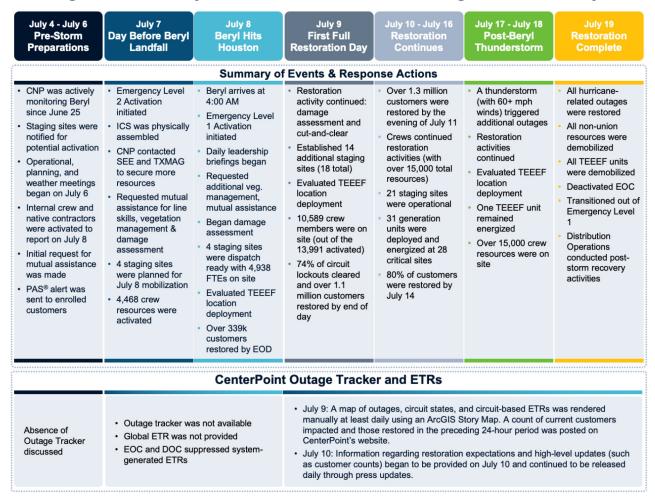
¹⁰ Axios Houston article. "Hurricane Beryl's estimated damage is in the billions." July 2024.

tropical storm once it was approximately 20 miles northwest from Houston or approximately 80 miles from landfall.¹¹

2.2 Summary Event Chronology

The following visual timeline provides a concise summary of CenterPoint's key actions before, during, and after Hurricane Beryl. It highlights CenterPoint's preparedness efforts, response measures, and restoration activities as the storm unfolded, capturing critical decisions and milestones in the storm management process. This overview offers a clear snapshot of CenterPoint's performance and challenges throughout the event, reflecting both the successes and areas where improvements were identified for future response strategies.

Figure 2 - 4: Summary Timeline of CenterPoint Actions throughout Hurricane Beryl



2.3 Hurricane Beryl Comparison

Beryl was one of the three most significant wind events in Houston, alongside Hurricanes Alicia (1983) and Ike (2008). While the 2024 storm wasn't as strong as the previous two, Beryl's direct path through the city accounted for the high level of damage to Houston's infrastructure and vegetation. With

¹¹ National Weather Service website. "Hurricane Beryl 2024." https://www.weather.gov/lch/2024Beryl. Accessed September 2024.

sustained winds up to 58 mph and gusts up to 84 mph, the storm damaged roughly 50% of Houston's urbanized area tree coverage and about 7.8 million acres of forestland. 12,13

Table 2 - 1 outlines the characteristics of select storms in Houston where CenterPoint provided response and restoration efforts. Notably, it highlights that the reported wind speeds of Hurricane Beryl were the highest among these comparable storms. Additionally, CenterPoint's response to Hurricane Beryl marked the largest storm response in recent history, mobilizing roughly 15,000 internal and external resources—more than any previous response to comparable storms. Despite these comparisons, Beryl proved particularly devastating for Houston due to a combination of factors that intensified its effects compared to other storms.

Table 2 - 1: Houston Area Storr	ms Comparable to Beryl
---------------------------------	------------------------

	Select Ho	ouston Area S	torms		
Storm Characteristics	Beryl	Derecho	Nicholas	Harvey	lke
Storm Landfall Date	July 8, 2024	May 16, 2024	Sept 14, 2021	Aug 25, 2017	Sept 12, 2008
Sustained Wind Speed Reported at HOU*	58 mph	43 mph	43 mph	30 mph	75 mph
Peak Gusts Reported at HOU*	84 mph	62 mph	55 mph	40 mph	92 mph
Sustained Wind Speed Reported at IAH**	62 mph	40 mph	33 mph	25 mph	56 mph
Peak Gusts Reported at IAH**	83 mph	62 mph	51 mph	36 mph	82 mph
Weather Event Type	Wind	Wind	Water	Water	Wind
Storm Category at Landfall	1	-	1	4	2
Restoration Duration	11 days	7 days	4 days	10 days	18 days
Resources Mobilized (approx.)	15,000	6,700	5,000	10,000	12,000
Peak Outage Count	2.1M	858,271	502,000	1.27M	2.1M
Deaths in Houston Area	42	8	0	89	112
Houston Area Damage Cost (estimated)	\$6.0B	\$1.3B	\$1.2B	\$160.0B	\$43.2B

Note: *National Weather Service historical data recorded at William P. Hobby Airport

As the earliest recorded Category 5 storm in the Atlantic, Beryl made landfall in Houston in July, shortly after a severe derecho impacted the city in May. This sequence of events created a particularly challenging period for the region, as it faced the compounded effects of consecutive extreme weather events in a short period of time. The May derecho brought heavy rainfall, leading to significant soil expansion, which, combined with root stress from Winter Storm Uri and a drought in 2022-2023, resulted in an increased tree fall rate. This elevated fall rate adversely affected the distribution infrastructure, with 50% of circuit outages attributed to vegetation damage, particularly in rear lot distribution areas. As a result, Beryl's peak customer outage count exceeded 2.1 million, making it one of the highest in CenterPoint history.

^{**}National Weather Service historical data recorded at Houston Intercontinental Airport

Source: Publicly available data from the PUCT and confidential CenterPoint Documents.

¹² Austin, Texas KXAN Weather News. https://www.kxan.com/weather/2024-tropical-timeline-tracker/. Accessed September 2024

¹³ Texas A&M Forest Service website. https://tfsweb.tamu.edu/content/article.aspx?id=33655. Accessed September 2024.

Hurricanes Beryl and Ike share similarities in terms of damage amounts, the number of customers impacted, and the crew resources required for recovery. However, a notable difference between the two storms is the extent of damage to transmission infrastructure. As shown in Table 2 - 2 almost four times as many transmission structures were replaced in Ike as were in Beryl indicating the benefit of investments made in the transmission system.

Table 2 - 2: Beryl vs. Ike Damage Summary

Comparable Houston Area Storms						
Impact	Beryl	lke				
Storm Landfall Date	July 8, 2024	Sept 12, 2008				
Transmission Line Outages	8% (31/389)	31% (99/320)				
Substation Outages	2% (6/313)	18% (49/267)				
Customer Sub Outages	8% (15/194)	41% (56/137)				
Customers Out at Peak	75.0% (2.1/2.8M)	90.5% (1.9/2.1M)				
Transmission Structures Replaced ¹⁴	16 (.06%)	60				
Transmission Structures Needing Repair ¹⁵	4 (.01%)	82				
% Feeder Circuits Out	75%	88%				
Distributions Poles Replaced	3,025	8,500				

Source: Publicly available data from the PUCT and confidential CenterPoint Documents.

Despite the vast number of crews deployed, the widespread damage to the distribution infrastructure resulted in a long duration effort. The restoration curve for Beryl was flatter during the earlier days of the response, with a similar shape to lke's, when compared to other similar storms in Houston. This flat start to the curve indicates a challenge in quickly restoring power to a large portion of affected customers due to the significantly larger quantity of damage locations caused by Beryl and Ike compared to the other storms. As shown in Figure 2 - 5, PA leveraged restoration data from Florida Power & Light (FPL), which is a leader in infrastructure resiliency and hurricane response, for an industry comparison.

100% % Customers Within Affected Territories 80% 60% 40% 20% 0% 4 5 0 2 3 6 7 8 10 Days After Landfall (Landfall = 0) **KEY IRMA BERYL** IKE **NICHOLAS DERECHO** (FPL 2017) (FPL 2022)

Figure 2 - 5: Restoration Curves for Comparable Storms

¹⁴ Historical data on CenterPoint's total transmission structures is not available.

¹⁵ Historical data on CenterPoint's total transmission structures is not available.

2.4 Hurricane Beryl Response Comparison

As Beryl impacted each service territory, the responses from CenterPoint, Texas-New Mexico Power (TNMP), and Entergy Texas, Inc. (ETI or Entergy) were similar in how the utilities tracked the storm, requested mutual aid, deployed crews and resources, communicated with customers, and restored power.

Service Territory Damage

The damage that Beryl caused in each utility territory varied as shown in Table 2 - 3. While all utilities experienced relatively similar levels of distribution pole damage, none reported significant transmission infrastructure failures. TNMP experienced the highest level of distribution pole damage, with approximately 0.5% of their total poles down. Beryl's path directly hit CenterPoint service territory resulting in the larger amount of customer outages experienced compared to the other two utilities.

Table 2 - 3: Key Beryl Restoration Metrics from Peer Utilities

Peer Utilities Performance of Hurricane Beryl						
Utility	СЕНЕ	Entergy	TNMP			
Peak Customer Outage Count	2.1M	299,512	142,000			
Restoration Duration (days) ¹⁶	11	8	9			
Average Restoration Time (hours)	43	72	55			
Maximum Outage Length (hours) ¹⁷	248	227	242			
% of Affected Customers	75%	45%	53%			
Total Distribution Poles Down	3,025	910	481			
Non-wood Failures	337	-	-			
Wood Failures	2,688	910	481			
Total Poles	1,165,862	517,683	103,032			
Total Distribution Pole Failure %	0.26%	0.18%	0.47%			
Total Transmission Structure Failures	20	6	-			
Non-wood Failures	u u	-	-			
Wood Failures	20	6	-			
Total Transmission Structures	25,849	25,087	2,737			
Total Transmission Structure Failure %	0.1%	-	-			

Source: Publicly available data from the PUCT (RFI Responses) and confidential CenterPoint Documents.

¹⁶ The end date of restoration is considered to be the day that all customers who can safely receive service are restored.

¹⁷ Maximum outage lengths reported may exceed restoration duration due to some customers being unable to receive power after restoration efforts were complete.

Storm Tracking & Preparedness

CenterPoint began tracking tropical disturbance 7 (which would become Hurricane Beryl) on June 25. On July 2, CenterPoint received a notification from StormGeo indicating that Hurricane Beryl could possibly make landfall near Houston. StormGeo is a professional meteorologist and weather forecasting vendor that provides daily weather forecasts and 24/7 meteorological support. The same day, CenterPoint initiated storm preparations and began coordinating with a line skills resource aggregator. Similarly, ETI had begun monitoring the disturbance on June 25 and commenced storm preparedness activities subsequent to that date. TNMP's storm monitoring began on June 30, a few days after the neighboring utilities, and initiated storm preparedness on July 6.

A key element in storm preparedness is to ensure all systems are working properly. CenterPoint's Outage Tracker was not available during Hurricane Beryl; however, the Company deployed an alternative Outage Map that provided customers with a map of outages, restoration process, circuit states, and circuit-based ETRs. TNMP reported that their outage tracker was not specifically tested as the tracker's "functionality and performance are continuously monitored as part of normal operations." ETI reported having a dedicated team that regularly tests the functionality and performance of their outage tracker, including planning and storm preparation activities, throughout the year. The utility stated, "monitoring is increased during major storms to quickly detect and address any issues affecting the ability to accurately track outages." 19

Mutual Assistance Comparison

ETI initiated mutual assistance coordination on July 5, submitting its first request for 640 field restoration resources on July 7. TNMP requested initial resources on July 6 and identified roughly 90 nearby full-time contractors who were prepared to assist in the area. Both utilities leveraged local contractors, and once Beryl made landfall on July 8, each utility requested mutual assistance crews and began deploying resources to respond to the storm. Similar to CenterPoint, neighboring utilities activated their respective incident commands by July 7. Due to the extensive damage brought to CEHE's territory, CenterPoint coordinated and managed a considerably greater number of mutual assistance and field resources compared to neighboring utilities.



Figure 2 - 6: Peer Utility Crew Deployments during Beryl

¹⁸ Public Utility Commission of Texas Filing. Texas-New Mexico Power Company's Response to Commission Staff's First Request for Information. PUC Docket No. 56822. Accessed September 2024.

¹⁹ Public Utility Commission of Texas Filing. ETI's Responses to Staff's 1st RFI Questions 1 Through 55. PUC Docket No. 56822. Accessed September 2024.

Outage Restoration

As crews operated in each territory, customer restoration timelines varied across the three utilities, as illustrated in Figure 2 - 7. ETI achieved the fastest restoration timeline, fully restoring service to all customers by July 16, followed by TNMP on July 17 and CenterPoint on July 19. TNMP's restoration curve indicates it experienced the largest initial step of outage restorations, with over 80% of customers restored by July 11, just three days after Beryl made landfall.

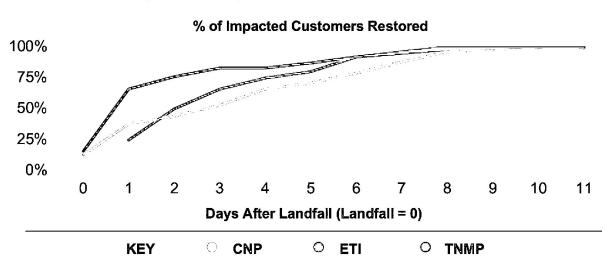


Figure 2 - 7: Beryl Restoration Curves of Peer Utilities²⁰

²⁰ ETI did not report the percentage of restoration achieved on the 8th, as crews were engaged in overnight operations, and it appears that damage assessment was not fully completed by the time of their last press release that day.

3. Findings & Recommendations

This section presents targeted recommendations designed to address specific challenges that emerged during Hurricane Beryl. PA identified areas of concern and potential improvement, along with strategies to enhance storm response and strengthen CenterPoint's resilience by completing a thorough review of the restoration performance data and preparedness processes. The recommendations in this section are intended to optimize response strategies and enhance CenterPoint's infrastructure, ensuring greater response effectiveness in future storms.

3.1 Resiliency Planning & Portfolio Management

Throughout this report, PA presents a series of tailored actions aimed at enhancing CenterPoint's storm response and driving overall improvement. However, the key to success lies not solely in the specifics of each recommendation but in rationalizing these actions, evaluating their potential impact, and prioritizing them effectively. Once prioritized, the portfolio of actions can be harmonized with existing capital and operations and maintenance (O&M) programs, significantly advancing resilience, and delivering a noticeably improved customer experience. By employing the methodology outlined below, CenterPoint can craft an ideal restoration curve that aligns with the customer experience they aim to deliver. This approach will enable the creation of a portfolio of initiatives, which can be leveraged to develop a comprehensive roadmap for achieving their stated objectives within realistic resource constraints.

- Dissect Beryl's Restoration Curve: Dissect the restoration curve from Beryl, along with similar historical curves (such as lke), on an order-by-order basis—evaluating factors like damage severity, ease of restoration, and resource deployment. Developing a disaggregated restoration curve with order-by-order granularity will serve as the foundation for further analysis and establish a baseline for forecasting improvements.
- Develop the Target Restoration Curve: Develop a targeted restoration curve that outlines the expected timeline and sequence for restoring services after a major event. The curve considers the specific needs of different customer types and their associated challenges. By aligning restoration efforts with customer expectations and operational capabilities, CenterPoint can enhance their response strategies, improve overall customer satisfaction, and help ensure a more resilient grid.
- Conduct an Impact Analysis: Conduct an impact analysis by evaluating historical storm data alongside forecasts of potential future events to determine the benefit that implementing each initiative would provide to grid infrastructure and the customer experience.
- Prioritize Initiatives: Once the impact is assessed, prioritize initiatives based on their potential benefits, focusing on those that offer the greatest improvement to grid resilience and customer experience. This helps ensure that resources are directed to the most impactful actions, optimizing both short- and long-term outcomes.
- Develop Portfolio of Initiatives: Once the initiatives are prioritized, develop a portfolio to effectively manage all the initiatives slated for implementation. This portfolio should align with strategic objectives while carefully considering capital and O&M cost constraints. By consolidating initiatives into a cohesive framework, CenterPoint can help ensure that resources are allocated efficiently, track progress, and adjust as needed to maximize both financial sustainability and overall success.

3.2 Incident Command

An IC and EOC are vital components for electric utilities during the storm restoration process. The IC should provide a clear, organized framework for managing emergencies, helping to ensure effective coordination among various teams and resources. By establishing defined roles and responsibilities, the IC enhances communication and decision-making, allowing for rapid responses to evolving situations. The EOC serves as the central hub for strategic oversight, where key personnel can monitor the storm's impact, assess damages, and prioritize restoration efforts. Together, these systems facilitate a streamlined response, benefiting the safety of both utility workers and the public while expediting the restoration of power and critical service. Once activated, the IC assumes unified command (top-down control and management) of all personnel, processes, and technologies involved in the restoration process. The primary responsibilities of the IC include:



Establishing restoration strategies (e.g., ticket, circuit, area)



Acquiring and allocating resources on a continual basis



Setting global ETR and transitioning to circuit-based and ticket-based approaches



Monitoring progress and supporting the Department Operations Center and branch directors



Providing updates to the Crisis Management Committee

In short - the "buck stops" at the IC.

3.2.1 Findings

During CenterPoint's Beryl response, the EOC was activated. PA found that the activation of the IC was consistent with industry practices and many of the IC's functions aligned with industry norms and standards. For example, the CMC served as the policy leader and the DOC played a crucial role in requesting and coordinating resources as well as shaping restoration strategies. However, several of the IC's functions including the planning section did not operate consistent with industry norms and standards.

As the storm track shifted between July 5 and July 7, just before impact, the anticipated damage and the demand for restoration crews and resources increased significantly. On Saturday, July 6, the DOC made the decision to mobilize resources in preparation for a Monday morning start to restoration efforts.

Preparedness

CenterPoint's IC was activated according to the processes outlined in its EOP. IC section level chiefs (or their equivalents) monitored the shifting forecasted storm tracks prior to storm impact and acted accordingly. Staffing plans for Monday morning were influenced by union callout rules and a lack of dedicated storm riders. Daily Incident Action Plans (IAPs) were assembled and documented. IAPs are discussed further in 'Restoration Management' section of this report.

Four staging sites were activated on Sunday July 7, and 21 staging sites were activated by end of day Wednesday July 10. Mutual assistance crews were sought out as CenterPoint reached out to Regional Mutual Assistance Groups (RMAGs) to secure additional resources (e.g., line crews and vegetation crews). DOC effectively took the lead in terms of shaping and executing the restoration plan.

PA observed instances where the flow of information and field experiences did not align with established EOP restoration procedures. Evidence indicates that in certain cases restoration crews addressed damage without utilizing insights from the damage assessment teams. Following the pre-

established restoration procedures outlined in any utility's emergency plans allows for greater restoration efficiency.

Performance

PA observed that the activation of the IC adhered to the EOP, which complied with the requirements set forth in Texas Admin. Code 25.53. While the EOP met the letter of the requirements, PA observed that in certain instances IC roles and responsibilities lacked clarity, potentially limiting the IC's effectiveness and coordination. For example, within the EOC and DOC, planning and strategic decisions—typically handled by the Planning Section, such as overall restoration strategy, work prioritization, and resource allocation (including crews and temporary generators)—were instead carried out by the Operations Section.

The CMC was activated throughout the event and, as restoration progressed, assumed an increasingly larger role in its management. The IC received strategic direction from the CMC in a host of areas throughout the event including communications, resourcing, and overall approval of restoration plans.

3.2.2 Recommendations

Short-Term Actionable

IC-1

Streamline EOC Layout: EOC physical layout should be updated to facilitate communications and information flow. Planning, Operations, Crisis Management Committee (CMC), Logistics, and Finance/Administration each should have dedicated work room in adjacent spaces. Provide workspaces for other Incident Command (IC) leader team members as required (Legal, Liaison, Safety, Customer, etc.). Physically align the EOC and the Distribution Operations Section Chief, when the EOC is open for an electric event. Co-locate the EOC and CMC until each entity is fully established and independently operational.

IC-2

Revise IC Roles and Responsibilities: All roles and responsibilities within the EOC structure need to be reviewed and updated as appropriate. The actual personnel staffing these positions should be at the executive level and be the most experienced CenterPoint personnel in major storm restoration. IC organization needs to be at least two-deep across IC section chief and higher roles. Use Deputies as a professional growth and development opportunity.

IC-2-a. Add ETR Manager and team role within the Planning Section.

IC-2-b. Clarify and document the placement of the IT/OT Manager within the IC.

IC-2-c. Technology operations should be given more visibility as it can be a significant factor in restoration, particularly when systems fail to function as expected.

Mid-Term Actionable

IC-4

Continue to Streamline EOC
Layout: Split the District
Operations Branch during an
EOC electric event to
maximize impact of
restoration efforts:

Distribution Operations
Branch Leadership located
at the EOC.

Region 1 work assignment located at Addicks Operations Center.

Region 2 work assignment located at the Energy Control/Data Center (ECDC).

IC-5

Establish EOC-Sections
Daily Meeting: Establish a
new daily meeting cadence
for the EOC and Sections
(e.g., Planning, Operations,
Logistics, and
Finance/Administration).

Short-Term Actionable

Mid-Term Actionable

IC-3

Expand IC/EOC Training: To the extent possible, arrange for the current Planning Section Chief and Deputy to observe the Planning Section in action during the next major event in the Eastern United States. Tabletop exercise the revised Planning Section responsibilities. In the event of a major weather event in the Atlantic region during the 2024 storm season, designated CenterPoint personnel should shadow with the affected utility's IC to gain valuable insights and experience. Train additional personnel to function in IC roles (e.g., primary as well as backup roles), use shadowing opportunities to create 2-in-box type operations throughout EOC operations.

3.3 Emergency Preparedness & Response

The Emergency Preparedness & Response (EP&R) group is typically responsible for developing and implementing comprehensive preparedness plans that prepare the utility to respond effectively to severe weather and other events. By conducting risk assessments, coordinating training exercises, and establishing communication protocols, the EP&R group enhances a utility's resilience and operational readiness. During a storm, they facilitate rapid mobilization of resources, streamline response efforts, and promote the safety of both personnel and the community. Their proactive measures not only minimize downtime and service disruptions but also foster a culture of safety and accountability, ultimately leading to a more efficient restoration process.

3.3.1 Findings

CenterPoint's EP&R group was refreshed in 2022 to centralize how the organization prepares for emergency events for both electric and gas operations, using an all-hazards approach. The EP&R team is led by an experienced FEMA-trained professional.

There is a Planning Organization within the EOP. However, this Organization is mainly tasked with gathering various pieces of information about restoration progress, rather than using that information to develop logistics and restoration priorities, targets and setting daily objectives. In the ICS, the Planning Organization should be the one that sets the strategy for the overall restoration effort. It synthesizes available information (e.g., damage assessment, resourcing and material levels, priorities) to set daily priorities and objectives to deliver faster, more effective restorations. It should be the group that formulates the overall restoration plan and enables Operations to execute on a daily/shift basis.



Figure 3 - 1: Emergency Management Cycle

An industry-leading standard is to follow the emergency management cycle (see Figure 3 - 1), which highlights continuous improvement of emergency management through four iterative steps: preparedness, response, recovery, and mitigation.

PA also observed that Foreign Crew Coordinators (FCC) work burdens are particularly heavy in comparison to what typical crew guides are tasked with. FCCs were tasked with guiding up to 10

mutual assistance/foreign crews which typically represents up to 40 to 50 full-time employees (FTEs). This exceeds the typical span of control/coordination benchmark of between 1:7 to 1:10. During circuit sweep restoration activities where all 10 crews are working on the same or adjacent circuits this is not a concern. However, as the restoration progresses and the work assigned to the 10 crews becomes geographically dispersed, the FCC may face difficulty in keeping track of work progress, ETR updates, and close out outage tickets.

Preparedness

The Texas EOP regulation, 16 Tex. Admin. Code § 25.53 - Electric Service Emergency Operations Plans, sets out rules for how electric companies and other related organizations must prepare for emergencies that could disrupt power services. It covers a wide range of entities including electric utilities, power generators, and ERCOT. This section applies to an electric utility, transmission and distribution utility, power generation company (PGC), municipally owned utility, electric cooperative, and retail electric provider (REP), and to the Electric Reliability Council of Texas (ERCOT).

Each entity must create and maintain an EOP. This plan outlines how they will handle different types of emergencies, such as severe weather or cyberattacks. The plan needs to be updated regularly, with a new version filed every year by March 15. If there are significant changes to how emergencies will be handled, the updated plan must be filed with the PUCT and, if applicable, ERCOT. Key components of the plan include:

- Approval and Updates: The EOP should include who is in charge, how changes are tracked, and the latest approval date. It must clearly state that it replaces any previous plans.
- Communication: The plan must outline how the entity will communicate during emergencies with the public, media, government officials, and other stakeholders.
- Emergency Supplies and Staffing: The plan should include details on how the entity will maintain necessary supplies and manage staffing during emergencies.
- Weather and Other Hazards: There should be procedures for dealing with various types of weatherrelated emergencies, like hurricanes, tornadoes, derechos (micro/macro-bursts) or extreme temperatures, etc.
- Specific Annexes: Different entities need specific annexes in their plans:
 - Utilities: Must include plans for weather emergencies, power load shedding, pandemics, wildfires, hurricanes, cyberattacks, and physical security incidents.
 - Generation Resources: Need similar plans, with additional sections for water shortages and service restoration.
 - Retail Electric Providers: Must include plans for pandemics, hurricanes, cyberattacks, and physical security.
 - ERCOT: Requires annexes for pandemics, weather emergencies, hurricanes, cyber security, and physical security.

Entities must conduct at least one full-scale exercise each year to test their emergency plans. If the entity is in an area prone to hurricanes, one drill must test hurricane preparedness. Entities should notify relevant authorities about these drills in advance. PA noted that CenterPoint is in compliance with this regulation.

If an emergency activates the State Operations Center (SOC) and upon request by the Texas Commission Staff, affected entities must provide updates on their operations and recovery efforts. After the emergency, they may need to submit a report on how well their emergency response worked and what lessons were learned.

This code ensures that electric companies and related organizations have robust and regularly updated plans to handle emergencies, conduct regular drills, and keep relevant authorities informed during and after an emergency.

Performance

CenterPoint was actively monitoring Beryl since June 25, when EP&R was first notified of the storm by StormGeo. Members of the IC team started to monitor for potential impact of Beryl starting July 4. CenterPoint started holding weather calls starting on July 5 and made the decision to call in mutual assistance crews (to be on standby). The EOC was activated on July 7, and employees were notified of Level 2 activation. This activation process occurred in accordance with the EOP. Once activated, the planning group prepared daily IAPs (see additional discussion in the Restoration Management section of this report), meetings and calls were held, and press releases were released, all indicating that the plans outlined in the EOP have been successfully implemented.

During Beryl, the EP&R team had transitioned to a standardized form-based system for collecting restoration progress information from various service centers and staging sites. This new approach collected information via these forms which was utilized to prepare Situational Reports that keep the IC informed. Strategic decisions regarding restoration efforts were managed by the Operations group at the DOC in coordination with the EOC and CMC.

3.3.2 Recommendations

Short-Term Actionable

EP&R-1

Enact 24-Hour EOC/DOC Operations: Switch to 24-hour EOC/DOC operations, operating on two, 13-hour shifts for key functions including Planning.

EP&R-2

Reevaluate FCC Support: Re-evaluate number of Field Service Representatives (FSR) needed to support the number of FCC during EOC activations to alleviate some of FCC administrative burden.

Mid-Term Actionable

EP&R-3

Focus Planning Section on Strategic
Functions: Revamp Planning Section to focus on more strategic functions. Upgrade the Planning Section Chief to a Vice President-level resource. Update the Planning Section role and responsibilities, including incorporation of Global ETR establishment and management. Establish the strategic response plan for the incident, including resources and allocations needed, restoration tactics, and a global ETR and ETR strategy. Encourage a constructive tension between Planning and Operations Sections.

3.4 Safety

During the hurricane restoration process, the safety group plays an essential role in safeguarding both utility workers and the public. As storms bring overhead power lines down and damage infrastructure, this specialized team implements safety protocols, conducts risk assessments, and monitors working conditions to minimize hazards. They help all restoration efforts adhere to safety regulations, offer training and resources for field crews, and communicate vital safety information to impacted communities. By prioritizing safety throughout the restoration process, the safety group facilitates a swift and secure restoration of power, ultimately enhancing the community's resilience during challenging times.

3.4.1 Findings

In spite of heightened challenges and demands given violence and threats, CenterPoint's safety group effectively executed their established processes, procedures, and designated storm roles. Notably, there were no serious injuries or fatalities (SIFs), and the team adeptly managed minor occurrences. Given the magnitude of the storm, achieving no major injuries or fatalities is a notable accomplishment.

Throughout the discovery process, PA identified opportunities for enhancement to further bolster overall safety during storm events and beyond. These enhancements included revising leadership responsibilities and expanding the safety group's integration with other storm functions, such as operations.

Preparedness

The safety organization is resourced in a lean manner, which can affect their ability to respond effectively during storm events. There was a noticeable shortage of field safety specialists, highlighting the need for an evaluation of staffing levels to help ensure adequate support during such critical situations. It was observed that the safety organization would benefit from providing further clarity on safety responsibilities between non-contractor and contractor personnel. It is essential to clarify these roles to enhance overall safety protocols and help ensure a unified approach to safety management during operations.

The safety team does not have a comprehensive understanding of the restoration processes utilized by operations (as these responsibilities were outside their designated roles) which might have impacted coordination efforts during the storm restoration. Cross-training facilitation is recommended to enhance familiarity with operational procedures among safety personnel. The responsibilities of field safety personnel did not extend to inspecting contractors or mutual assistance crews, as this duty falls under the purview of Operations. Field safety personnel would engage primarily when specifically requested by Operations to respond to safety concerns. This delineation of responsibilities should be clearly communicated to enhance operational efficiency and help ensure accountability during future events.

It is essential to prioritize qualified personnel over a less selective approach to ensure operational safety and effectiveness during restoration efforts. When requesting crews, certain skilled resources may not be as readily available as others, as seen in Beryl's case, where the number of available easement vegetation crews was scarce. A thorough evaluation of crew qualifications should be conducted to maintain high safety standards.

The online onboarding and orientation training has been deemed successful from CenterPoint's perspective, a view also echoed by feedback from one of the contractors. Field safety representatives were engaged at the staging site to facilitate on-site orientation and onboarding sessions. Furthermore, the safety group participates annually in the meetings of Southeastern Electric Exchange (SEE) and Texas Mutual Assistance Group (TXMAG) each April to review and enhance CenterPoint's safety protocols.

When inquired about the use of wire guards, the concept was not initially considered by personnel at CenterPoint. However, subsequent discussions revealed a consensus that implementing such measures would be beneficial in the future. When asked how a damage assessor would manage a downed wire, CenterPoint acknowledged this as a pertinent question but, while assessors may have the experience required, CenterPoint was unable to provide a clear explanation of the documented procedure.

Regarding the protocol for closing in on locked-out circuits absent a field patrol immediately following the storm, CenterPoint indicated that they were not aware of any formal protocol, although they noted that this practice has been in place for at least the past decade.

During the response to Beryl, 22 staging sites were established (one subsequently shutdown due to security concerns), and field safety personnel were utilized as floaters due to a shortage of dedicated safety staff. CenterPoint also indicated that a safety representative is assigned to DOC DVAL.

Mutual assistance contractors are permitted to utilize their own protocols rather than adhering to CenterPoint's established procedures. This practice should be carefully managed to ensure alignment with overall safety standards during restoration efforts.

Tracking and communicating safety incidents have been identified as an area for improvement within CenterPoint's Safety team. CenterPoint did keep an incident log during Beryl for events involving both external contractors and internal CEHE employees. Ensuring that all members of the Safety team are

briefed with critical information on safety incidents during storm events will help the team coordinate and communicate effectively. Furthermore, the safety department should be responsible for reviewing and approving all safety-related communications from a safety perspective.

Performance

It is noteworthy that there were no major operational incidents reported.

A safety incident concerning security issues and threats to employees, contractors, and mutual assistance crews occurred. The Beryl specific incidents did not warrant a safety standdown, however, CenterPoint has the capability to implement a safety standdown should the need arise.

During the response to Beryl, several safety incidents were reported, including:

- An electrical contact/electrocution incident in Baytown, suspected to be related to copper theft.
- A broken pole that resulted in an injury to a mutual assistance lineperson, who was subsequently assisted down from the pole.
- A rubber gloving event.
- A vehicle related lightning strike incident.
- Multiple cases of heat stress
- One heat stress incident affecting personnel.
- Minor vehicular accidents.
- An incident involving a threat to CenterPoint personnel, which necessitated relocating a staging site
 to an alternate location. It should be noted that the relocation of the staging site was communicated
 to the public.
- One public safety incident involving a citizen fatality.

3.4.2 Recommendations

Short-Term Actionable

SAF-1

Expand Safety Standdowns: Safety is an entire-property, all personnel program and significant events should have safety standdown—all resources, operating or support, should know about the incident. Should be top-down decision and responsibility to communicate standdown to all response personnel.

SAF-2

Revise Substation Breaker Reclose Policy:

Change the breaker recloser policy in the event of a storm to require visual confirmation on the circuit before reclosing to ensure it is safe to do so. This would require additional communications and integration of processes between Field Operations (e.g., crews and FCCs as appropriate).

Mid-Term Actionable

SAF-3

Bolster Safety Leadership Responsibility: To enhance overall safety management and facilitate effective operational oversight, it is recommended that the responsibilities of the safety group leadership be expanded. Empower safety group leaders with greater authority to enforce safety protocols and make real-time decisions during storm restoration efforts. This will support timely responses to safety concerns and incidents. Provide continuous training on best practices and regulatory updates to help ensure leaders are well-prepared. Establish clear protocols for regular briefings between the safety group and operational teams to address safety concerns promptly.

3.5 Damage Prediction

3.5.1 Findings

The then-current CenterPoint damage prediction model was largely ineffective in preparing CenterPoint and its customers for Hurricane Beryl. The model and the source weather data itself are both areas for improvement. The model inputs were limited to Hurricane Ike data from 2008, so there was only a small sample to inform the model. Furthermore, the model is primarily based on windspeed, and its primary output is limited to number of resources and poles predicted to be damaged. In short, the model is one based on the number and types of poles estimated impacted (number of truck accessible, number of not truck accessible), the fraction of poles that would be damaged as a function of wind speeds scaled by Ike's damage rate, and the amount of labor hours needed to repair the various types of poles. At multiple times beginning on July 6, the Saturday before Beryl, the damage prediction model yielded estimates of 538 total FTEs for a 14-day restoration to 2,559 total FTEs for a 5-day restoration. The actual result was 14,000 FTEs who delivered an 11-day restoration (excludes damage assessors).

Admittedly the damage prediction model was handicapped by the direction of the weather (from the south instead of the west), and higher than expected windspeed and the saturated ground all contributed to an inaccurate damage prediction. But the model did not account for clearing vegetation off lines, mainline vs. lateral vs. rear-lot property poles, or for various productivity stats (assumption seems to be work can always be scaled linearly).

Preparedness

Beryl represented the first storm that the damage model was used to help calculate anticipated number of restoration forces required for the forecasted damage. Prior to Beryl's landfall, CenterPoint's Planning Section, with Operations Section input, developed multiple estimated resource requirements based on the latest available storm track and windspeed forecasts. The Planning Section ran its damage prediction model multiple times, and the last model run was developed using the July 7 forecast data.

Performance

Damage prediction models restoration duration and restoration resources using a projected workload forecast. CenterPoint's storm damage prediction model effectively uses the projected number and types of poles damaged (and thus needing replacement) to calculate the required manpower for a given desired restoration period. The lack of historical data presented a challenge to develop a sophisticated damage prediction model. CenterPoint's existing damage prediction model did not accurately capture the amount of effort needed to restore (i.e., Beryl caused much more severe damage than what was anticipated by the damage prediction model), and thus was not able to accurately determine the number of resources needed to meet the desired restoration duration.

As a result, during the first few critical days, the model provided minimal value to help various decision makers in terms of total resources required to meet the restoration targets.

3.5.2 Recommendations

Short-Term Actionable

DM-PR-1

Gather Beryl Damage Data for Model Refinement: Gather granular weather data (e.g., wind gusts, directions) and restoration data from Hurricane Beryl in a well-documented manner to allow for refinement of existing damage prediction model inputs. Gathering this data will help future efforts to improve model accuracy and can be used for future analytics/modeling efforts as well.

Short-Term Actionable

DM-PR-2

Refine Restoration Productivity Assumptions:

Analyze Beryl's restoration data (e.g., type of pole damage, pole reset durations) that are currently used in the damage prediction models to refine and enhance accuracy of the damage prediction model.

Mid-Term Actionable

DM-PR-3

Build, Develop, or Acquire more Comprehensive Damage
Prediction Models: Many of the above limitations can be addressed
through a more robust commercially available machine learning based
software package. Key elements are the ability to archive small events
and scale, use CenterPoint's historical outage data and leverage
various sources of data to develop accurate models of damage
predictions that can account for various modes of damage (e.g., in
addition to the type of downed poles, laterals vs. primary circuit damage
locations, transmission and substation damage).

3.6 Estimated Times of Restoration

3.6.1 Findings

During CenterPoint's response to Hurricane Beryl, a global ETR was not provided. This is not an industry-leading practice as ETRs help shape customer expectations and help determine what action, if any, they would need to take. It also helps external stakeholders such as municipalities, water districts and other agencies to coordinate actions.

CenterPoint's EOC and DOC are primarily operations-driven organizations focused on outage restoration and the logistics involved, rather than on disseminating information to customers and stakeholders. For instance, the approach to ETR is indicative of this practice. The CenterPoint EOC and DOC made a prudent decision to temporarily suppress system generated ETRs, allowing field crews the necessary time to assess damage and develop more accurate restoration timelines. This strategy of initial ETR suppression is consistent with industry practices, and ultimately enhances the reliability of the information shared with customers.

As the storm advanced, restoration crews on the ground evaluated the conditions along with the previously documented damage assessment, which detailed the inventory of damaged equipment and materials. This information was essential for developing estimates on the restoration timelines for specific outages. Field estimates of the levels of effort necessary to restore outage jobs were conducted by the FCCs. The field updated ETRs were entered into a spreadsheet which was the source of ETR to be used for customer communications ETRs. Due to limitations covered in section 3.23, ETR information was not populated on CenterPoint's normal Outage Tracker.

CenterPoint is keenly aware that using spreadsheets to track ETRs is difficult to manage and scale and is developing an internal application with the ability for FCCs to update ETRs electronically from the field into a database.

To provide the public with timely restoration updates, CenterPoint created a color-coded circuit-based restoration status indicator, which was launched on July 10. This indicator displayed progress through broad categorizations of status: Energized, Assigned for Work, and Assessment in Progress. It also allowed customers to check high-level statuses based on specific addresses. While this visual representation conveyed the current conditions of various affected CenterPoint circuits, it fell short of informing customers and stakeholders about the anticipated timelines for necessary repairs.

Limited information regarding restoration expectations began to be released in daily press releases on July 10, focusing on high-level customer counts. However, these updates did not provide expected restoration timelines for specific customers or geographic areas. This lack of detailed information left many customers without clear expectations about when their power would be restored.

Preparedness

CenterPoint's Outage Tracker was unavailable during the response to Hurricane Beryl, and there was no defined backup process in the existing business continuity plan. CenterPoint communicated the potential impacts of the approaching storm through preparation messages and press releases prior to July 8. During this time, they also informed customers and stakeholders about the unavailability of the Outage Tracker. Additionally, CenterPoint did not share global-level ETRs, with the first public ETRs not being released until July 10.

Performance

"Default" ETR values (ETR benchmarks) are available in CenterPoint's Advanced Distribution Management System (ADMS) and are subject to update once FCCs have assessed the amount of work needed to restore power on the affected circuit. The information is available but due to the volume of damage, was not easily tracked and communicated outwards. Global ETRs were not actively communicated to customers and stakeholders throughout the storm. One of the few venues for getting that information was through Power Alert Service® (PAS), which less than half (42%) of CenterPoint's customers opted in for. CenterPoint's Outage Map, an alternative to its unavailable Outage Tracker, was made available to provide high-level ETRs, but it indicated when the circuit feeding the customer's service was expected to be restored, rather than specific service points.

ETRs were tracked at the service center levels but were dependent on FCCs and their support personnel to enter the information manually. CenterPoint's Outage Tracker was unavailable and could not be utilized to disseminate ETR information. CenterPoint's alternative solution provided current energized/restoration underway/assessment of damage type status and was not an indication of how long potential work will take and did not serve as a viable means to shape customer expectations and actions during Beryl.

3.6.2 Recommendations

It is industry best practice to first suppress ETRs immediately, then provide a global ETR within the first two days of impact, and finally provide more granular ETRs once accurate damage assessment information is available. This method helps manage customer expectations effectively and helps ensure transparent communication during restoration efforts. ETRs can shape customer and stakeholder expectations and allow them to make informed decisions based on estimates of when power would be restored (e.g., relocation in case of residential customers, and opening relief centers for municipalities and other agencies).

Time-tiered restoration estimations (e.g., Global, Regional/Operating Area, Substation/Circuit level) may offer increasing levels of visibility and granularity to help enable customers and stakeholders to make more informed decisions.

Short-Term Actionable

ETR-1

Calculate and Disseminate Global ETRs: Develop processes to calculate Global ETRs when most customers (e.g., 90% of impacted customers) would be restored. Global ETRs should be calculated and released publicly within 48 hours of storm impact, ideally within 24 hours of the storm leaving the area. Develop internal and external facing material to educate what the Global/Regional/Substation-level ETRs mean, as well as when they would be communicated publicly.

Mid-Term Actionable

ETR-2

Develop ETR Strategy and Processes:

Develop strategy to calculate Global/Regional/ Substation-level ETRs (e.g., approaches to when to disseminate, inputs needed, and roles and responsibilities). Develop processes to consolidate ETR updates from the field and aggregate them to enable the calculation of Regional/Operating/Substation-level ETRs.

Mid-Term Actionable

ETR-3

Integrate ETR Manager Role into IC: Fully integrate ETR manager role into IC. Fully develop and map out flow of information needed to generate Global / Regional / Substation-level ETRs, as well as all ways to disseminate ETRs to customers and stakeholders, including soliciting additional customer contact information.

ETR-4

Define and Track ETR Accuracy: Develop metrics to track the accuracy of ETRs that are generated and communicated. Common industry standards define an ETR as accurate if power is restored within a specific time band relative to the ETR, and if customers receive fewer than three updated ETRs for the same outage. Typical time bands include: 1) two hours before the stated ETR to zero hours after, and 2) one hour before to one hour after the stated ETR. Excessive updates can create a perception that ETRs are unreliable, ultimately hindering the ability to shape customer expectations and aid in informed decision-making.

3.7 Communications

3.7.1 Findings

Fast, accurate, and informative communications are essential to provide to customers before, during, and after a major event. Following Beryl, the overall customer sentiment was that CenterPoint's preparedness and restoration performance did not meet its full potential. PA reviewed an extensive amount of communication data to identify specific tactics and/or processes that contributed to this perception as this is crucial for determining the most effective path toward improvement.

During storms or major events, CenterPoint has a responsibility to help keep the following customer groups informed of any anticipated impact and restoration plans: the general customer base, critical customers, elected officials, city and county governments, and key accounts. CenterPoint has an established hurricane communications plan that was utilized during Beryl. The plan details potential situations that may occur during a storm, along with corresponding communication tactics, timing, duration, and the designated owner for each action. The plan specifies that the first communication should take place 72-96 hours before a storm event. However, during Beryl, CenterPoint issued their initial public communication on July 6, only 48 hours before the storm.

Preparedness

Throughout each year, CenterPoint hosts a series of annual meetings to share information regarding emergency preparedness in advance of the hurricane season. In 2024, CenterPoint held 12 meetings focused on hurricane preparedness, addressing each of its Service Centers—some of which were combined—and discussing the Company's EOP. Key communication messages encompass advanced storm preparation updates, initial impact-based resource allocation and coordination information, post-storm electrical safety guidance, and reminders on using critical informational and utility contact tools during major events.

Prior to landfall, CenterPoint contacted representatives from city and county governments in addition to several critical customers. Contact methods included conference calls, direct phone conversations, emails, and text messages. As shown in Table 3 - 1, CenterPoint reached out to 8 county governments

5 before Beryl's landfall and 3 on the day of landfall. ²¹ CenterPoint also contacted 70 city governments, with 10 reached prior to landfall, 30 on the day of landfall, and the remaining 30 afterward.

Table 3 - 1: Coordination Data between CenterPoint and City and County Governments

Initial Contact Dates for City and County Governments							
Date of Contact							
	Prior to July 8	July 8	July 9	July 10	July 12	July 15	July 23
City and County Governments	15	33	9	16	2	1	2

CenterPoint began providing around-the-clock government liaison support on July 7. The first outage notification report was sent to the PUCT on the morning of July 8, followed by 19 additional updates throughout the storm restoration process. Calls to elected officials commenced on July 9, followed by daily briefings for elected officials and Staff starting July 10 to provide updates on restoration progress. Initially, these briefings were one-way communications led by CenterPoint's Executive Vice President of Regulatory Services and Government Affairs. However, beginning on July 16, the format was changed to allow for two-way interaction, enabling participants to ask live questions during the briefings.

CenterPoint issued its first media release on July 6, providing customers with essential information on storm preparedness, Outage Tracker status, Storm Center updates, PAS enrollment, and steps for critical customers preparedness in the event of a power outage. This type of communication is usually provided to customers more than two days before a storm's landfall. Beginning outreach sooner to the storm's arrival is considered an industry best practice, as utilities generally issue their initial public communications at least five days before landfall.

In response to Hurricane Beryl, Governor Abbott instructed the Texas Division of Emergency Management to issue an advisory to the 39 agencies on the Texas Emergency Management Council. This advisory directed them to prepare for hurricane response and recovery efforts and to establish staffing plans for the State Emergency Operations Center to ensure 24/7 availability. This directive came as the forecast track for Hurricane Beryl suggested possible impacts to the Texas Gulf Coast on July 3. This was the critical moment when CenterPoint should have initiated communication with its customers. Following the Governor's press release, customers became aware of the potential storm threat. Despite the uncertainty of the storm's final landfall location, they were seeking information from their utility providers to make necessary preparations and accommodations for themselves and their families.

Performance

CenterPoint implemented several ad hoc adjustments to their communication strategy during the storm and restoration process in response to customer feedback. For instance, initially, city and county governments could not ask live questions during the daily briefings. However, eight days into the restoration process, CenterPoint revised this approach to include a live Q&A segment, allowing stakeholders to ask questions in real-time.

While CenterPoint provided initial messaging to critical customers, follow-up communication was sporadic and inconsistent, indicating a lack of protocols or strategy for ongoing engagement with these customer groups. This reactive approach was evident across the broader communications strategy, with CenterPoint often responding to events rather than proactively managing the narrative. Hosting a press conference—an industry standard before and during major events—could have mitigated this

²¹ County governments include the following Counties/OEMs: Brazoria, Chambers, Fort Bend, Galveston, Harris, Montgomery, and Waller. Other areas are included under 'city governments.'

issue. However, CenterPoint did not hold a press conference and only conducted an executive-level engagement on July 11, three days after landfall.

For media engagement, CenterPoint selected a trusted media partner and invited them into the EOC to conduct an interview with the Company's Chief Executive Officer in a controlled setting. Traditionally, CenterPoint does not provide EOC access to the media to focus the organization on restoration activities. Additional media strategies for major events include hosting interviews at staging sites, conducting field interviews during restoration efforts, and organizing 'ride-alongs,' where a utility employee guides the media through various locations. Although CenterPoint did not host interviews at staging sites, they did facilitate field interviews and arranged a 'ride-along' for an NBC affiliate, granting them full-day access to CenterPoint operations. The affiliate visited a staging site, observed a vegetation management crew, and witnessed pole repair and replacement work firsthand. Throughout restoration efforts, CenterPoint maintained ongoing communication with the media, consistently providing updates and coordinating the availability of CenterPoint spokespeople for on-site interviews. By the end of the storm's restoration, CenterPoint conducted 55 media interviews and answered 390 media inquiries.

3.7.2 Recommendations

Short-Term Actionable

COMMS-1

Update the Current
Communications Plan: Enhancing
the plan with additional governance
and structure will empower
CenterPoint to make communication
decisions more quickly, effectively,
and consistently during major
events. Proactive and informative
communication is crucial during
power outages, helping enable
customers to plan and make
necessary accommodations. For
utilities, getting this right is a critical
component of customer satisfaction.

COMMS-2

Revise the Current
Communications Strategy: Revise
communication strategies to focus
on delivering essential information
to customers, including storm
preparedness and expectations,
while addressing key concerns like
estimated restoration times. Utilize
the most effective channels to help
ensure clear and timely
communication.

Mid-Term Actionable

COMMS-3

Expand Relationships with External Stakeholders and Government Officials: To enhance collaboration and help ensure effective communication, it is vital to deepen relationships with external stakeholders and government officials. Establishing regular engagement and creating a schedule for regular meetings and updates with key stakeholders, including local government officials, emergency management agencies, and community organizations will foster a sense of partnership and facilitate better information sharing. Conduct joint planning exercises and exercises with government agencies and stakeholders to help ensure alignment and coordination during emergencies. This collaborative approach will enhance preparedness and response capabilities.

COMMS-4

Develop a Liaison Protocol: Clearly define the liaison protocols during emergencies. This should include identifying preferred communication methods for different scenarios, ensuring rapid dissemination of information during crises. CenterPoint should designate specific individuals within the organization to serve as liaisons for various stakeholders, helping ensure that inquiries and concerns are addressed promptly expanding on what currently exists. Provide training for liaison personnel on effective communication and relationship management, focusing on how to handle inquiries from stakeholders during normal operations and in crisis situations.

Mid-Term Actionable

COMMS-5

Establish Customer Experience Feedback Mechanisms: Implement a system to gather feedback from stakeholders (e.g., elected officials, media, key accounts, customers, etc.) regarding the effectiveness of communication strategies and areas for improvement. This will help refine protocols and strengthen relationships over time.

3.8 Outage Tracker

A public-facing outage tracker is essential during storm restoration, serving as a vital communication tool that keeps customers informed about service interruptions and restoration timelines. By providing real-time updates on outages and the status of restoration efforts, this tracker provides customers with important information, reducing uncertainty and frustration during challenging times. It fosters transparency and trust between the utility and its stakeholders, helping enable effective communication about estimated restoration times and mitigation measures. Ultimately, a well-designed public-facing outage tracker enhances customer experience and supports community resilience during storm recovery efforts.

3.8.1 Findings

CenterPoint's public facing Outage Tracker was taken out of service in May 2024 due to its operational failure during the derecho event. The failure occurred because the tracker was unable to manage the high volume of inquiries generated during a major event. After the derecho, it remained out of service until a scalable replacement solution could be developed. The replacement solution was scheduled to be operational by August 1, but it was not yet in place when Beryl struck on July 8.

Preparedness

The root cause for taking the original outage map out of service was cited as "amount of traffic flooding the site degraded performance to the point that it was not accessible." A business continuity plan should provide an alternative solution. This was not the case, and alternative solutions were quickly improvised during the Beryl event. The decision to remove the Outage Tracker was aggressive and least likely to yield positive feedback. There was the opportunity and the capability to replace the Outage Tap in advance of Beryl, evidenced by the rapid deployment of a partial outage map solution immediately after Beryl.

The absence of a public facing Outage Tracker was reportedly discussed leading into Beryl on July 7, but no alternative service was available to be deployed. Instead, a rapid response to the absence of the Outage Tracker was initiated and two partial solutions were deployed on July 10, approximately two days after Beryl had exited the service territory. The solutions are described as partial because they do not meet the functionality of the original Outage Tracker.

Performance

Two partial solutions for external communication of outage maps were implemented during the storm response, around July 10, 2024 (shown in Figure 3 - 2 and Figure 3 - 3):

- A count of current customers impacted and those restored in the preceding 24-hour period, hosted on CenterPoint's main website (centerpointenergy.com)
- A map of outages, restoration process, circuit states, and circuit based ETRs, rendered manually at least daily using an ArcGIS Story Map hosted on ArcGIS's website (arcgis.com)

Figure 3 - 2: Outage Map Available During Beryl (ArcGIS Story Map)

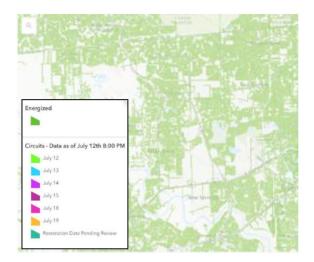


Figure 3 - 3: Outage Map Content Available During Beryl (CenterPoint Website)



Internally to CenterPoint, the absence of the Outage Tracker did not affect operations as this tool is not utilized for internal outage communications or coordination. Externally to the public, the lack of the Outage Tracker contributed significantly to shaping how CenterPoint's customers experienced the event. Customers ultimately resorted to various other resources such as the mobile app for Whataburger restaurants to deduce which areas of CenterPoint's service territory were energized.

As originally planned, a public facing outage map was rolled out on August 1 (shown in Figure 3 - 4). The new service is typical of electric utility outage maps.

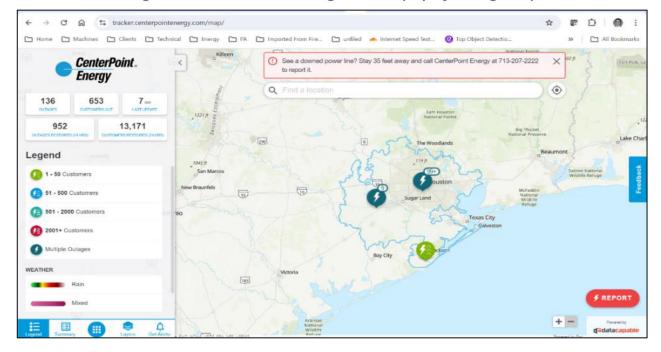


Figure 3 - 4: CenterPoint Outage Tracker (deployed August 1)

The EOP requires the following:

- Referring to internal mapping systems (page 24): "Access to system outage maps and situational awareness displays via a large-screen monitor (dashboard)." This was prepared for and delivered on throughout the storm. No failures of internal information systems relating to outages were reported, other than bandwidth limitations.
- Referring to external communications with the public and other entities (page 27): "Enhanced outage map with estimated time of restoration by large sub-areas of system and sub-system-level outage information/restoration estimates in alignment with outage map." This was not achieved.

3.8.2 Recommendations

Short-Term Actionable

OT-1

Replace Outage Tracker: Replace the publicfacing Outage Map with an Outage Tracker featuring comparable capabilities to the previous version.

OT-2

Revise Technology Selection and Testing Processes: The decision-making process for technology solutions should be reviewed so that critical systems receive heightened scrutiny. This includes clearly defining what constitutes a critical system (to include more than just operational continuity) and preventing any critical system from being taken offline without having a suitable replacement in place.

OT-2-a. In future load testing and sizing for critical systems, include storm volumes and address reported bandwidth issues. It's not enough to test whether the application can handle storm volumes; the information must also be accessible to the end-users who need it.

OT-2-b. Evaluate multiple solutions for the outage map, including KUBRA, a leading solution used by many utilities.

OT-2-c. Assess the feasibility of having a unified customer communication solution that can both push alerts and receive reports from customers across the channels to the customer (text, voice, email, social media, and web).

Mid-Term Actionable

OT-4

Use Positive Language in Outage Tracker:

Modify the messaging on the outage tracker to address customer journeys with positive rather than negative language. Outage statistics can be reported accurately using availability in addition to customers impacted. Currently there are two methods for reporting outages, safety, and hazards, using a local phone number or using the outage map. Multi-channel reporting and alerting are now commonly available from electric utilities. Guidance can be provided on a variety of relevant customer requirements or journeys including resetting customer breakers, preparing for a storm, post storm, gas leaks, fire, cooling and charging center locations, and others.

OT-5

Host Software Platforms Reliably: Ensure that all public facing communication solutions are hosted on reliable and scalable infrastructure. The easiest way to achieve this is with major cloud providers including the Environmental Systems Research Institute (ESRI). The current outage map is deployed on ESRI's arcgisonline.com. Ensure there is a storm mode designed within the system that protects and isolates the critical internal systems such as ADMS from storm-level traffic and reporting.

Short-Term Actionable

OT-3

Expand Customer Reporting: Enable customers to report a broader range of issues, including trouble, safety, and hazard incidents (such as wires down or fire), along with guidance for reporting lifethreatening situations to the proper emergency agencies. Currently, the Outage Tracker only allows reports for 'Lights Out,' 'Partial Service,' and 'Dim Lights.'.

3.9 Customer Experience

3.9.1 Findings

A customer's experience with a utility during a storm can greatly influence their perception of the company, as clear communication and timely support are important for managing safety and making informed decisions. During storms, the customer experience is primarily impacted by the duration of an outage and the communication they receive regarding the outage. CenterPoint's initial public communication was released on July 6, just two days before landfall. Following that, CenterPoint leveraged a variety of customer communication channels, including Facebook, X, Instagram, LinkedIn, Nextdoor, email, PAS, and their website. Throughout the restoration process, CenterPoint issued a total of 20 daily news release updates, sent 4 customer email blasts, and made 170 posts on Facebook, 376 on X, 118 on LinkedIn, and 185 on Instagram. Additionally, CenterPoint gained over 60,000 followers across its various social media platforms.

CenterPoint customers provided feedback at two distinct time periods—during and immediately after Beryl's restoration—using two different methods: PAS and Voice of the Customer (VOC) surveys. The "During Beryl" period spanned from July 8 (storm landfall) to July 19 (restoration complete), while the "After Beryl" period covered July 20 through August 15. In the PAS survey, customers could submit both a sentiment score and a customer satisfaction (CSAT) score, whereas the VOC survey only captured the CSAT score. This feedback offered valuable insights into their overall sentiment toward the utility. As shown in Table 3 - 2, both the sentiment and CSAT scores from the PAS survey improved between the "During Beryl" and "After Beryl" periods; however, the CSAT score from the VOC surveys declined during the same timeframe.

Table 3 - 2: Customer Satisfaction and Sentiment Score During and After Beryl Restoration

Customer Feedback Periods						
July 8-19 ("During Beryl")			Jul 20-Aug 15	("After Beryl")	Time Period Change	
	Sentiment	CSAT	Sentiment	CSAT	Sentiment	CSAT
PAS	-1.16	3.13	-0.80	3.53	44%	12%
voc	N/A	3.51	N/A	2.54	N/A	-38%

Note: Sentiment score range is -2 (worst) to 2 (best). Customer Satisfaction score range is 1 (worst) to 5 (best).

Preparedness

Before a storm, customers anticipate receiving preparedness messages from their utility providers. In CenterPoint's first outgoing communication on July 6, the Company informed customers that the Outage Tracker was still out of service, encouraged them to register for Power Alerts through PAS, and directed those in need to sign up for critical care services through the state. PAS is a free, online service that quickly alerts users to power outages and issues near their address, providing estimated restoration times and updates as repairs are assessed. It notifies customers when their outage is

resolved, including the cause of the outage, and proactively informs them of significant events, such as weather conditions, that may affect their electric service. Users also have the option to opt-out at any time. Prior to Beryl, 42% of CenterPoint's customers were enrolled in PAS. CenterPoint utilized other methods of communication to reach customers with preparedness messages.

Performance

During the storm, CenterPoint encountered several challenges that negatively impacted the customer experience. Initially, the Houston area faced capacity limitations both internally and externally, which delayed the delivery of Power Alerts to customers. Coupled with the lack of an outage tracker and estimated restoration times, this significantly affected the customer experience during the storm's onset. In line with this, it seemed that CenterPoint was not addressing the issue directly or responding to customer inquiries regarding the absent information, thus adding to the poor customer experience.

CenterPoint leveraged all customer communication platforms to provide updates on overall restoration progress, the restoration process, and other relevant information. Customers were regularly provided with updates directly from crews and other field resources helped the public stay informed. A series of infographics was developed to help explain the complexities of a restoration effort of this scale.

When important information isn't directly provided to customers, they often create their own narratives, which can quickly gain momentum among the broader customer base. During the restoration, CenterPoint customers discovered and shared that the Whataburger app was showing which restaurant locations had power and which did not. This unofficial resource became a go-to for many, who used the app to infer whether their nearby neighborhoods were likely to have power based on the operational status of nearby restaurants. This highlights the importance of timely and transparent communication, as customers will seek alternative sources of information when official updates are lacking.

During the restoration period, feedback emerged regarding the tone of CenterPoint's messaging, with concerns that it lacked empathy and did not fully address the emotional toll the outages had on customers. Many felt the communication could have been more compassionate and understanding, especially given the prolonged nature of the outages and their impact on daily life. Incorporating a more empathetic tone in future communications could help strengthen customer trust and improve the overall experience during such events. CenterPoint opted not to hold a press conference during the event, instead conducting a media interview with the Company's CEO. However, the decision sparked additional uproar when one of the photographs from the interview showed a thermostat set at a relatively low temperature—contrasting sharply with the reality of customers who had been without power for over five days. This oversight further amplified criticism, as many felt it demonstrated a lack of awareness and empathy toward those enduring the extended outages.

3.9.2 Recommendations

Short-Term Actionable

CX-1

Implement Real-Time Customer Feedback during Major Events: To improve communication and customer satisfaction during major events, the implementation of immediate customer feedback mechanisms is important. This goal focuses on establishing real-time channels for customers to voice their concerns, report outages, and provide feedback on restoration efforts.

Mid-Term Actionable

CX-2

Increase Customer Enrollment and Customer Contact Database: Increase the completeness of customer contact information from 42% to enhance ETR communications during storm events. Identify enrollment strategies, while ensuring the customer data quality process maintains contact information securely and accurately. Support legislative efforts to aid increased enrollment.

Short-Term Actionable

CX-1: Implement Real-Time Customer Feedback during Major Events

CX-1-a. Implement easy-to-access feedback options via mobile apps, websites, and social media platforms, allowing customers to report issues and provide input as events unfold. Enable two-way SMS systems where customers can quickly share their experiences, report outages, or ask for updates and receive, at a minimum, automated responses to their outreach.

CX-1-b. Send brief, automated surveys to customers at key stages of the event, such as immediately after an outage is reported, during restoration, and after power is restored. These surveys should gather insights into customer satisfaction, communication effectiveness, and overall service quality.

CX-1-c. Expand social media monitoring tools to track customer sentiment and identify key concerns in real time. Respond promptly to customer queries or complaints and offer real-time updates to manage expectations.

CX-1-d. Enhance call center operations by integrating customer feedback tracking into incoming calls. Agents can gather and log customer experiences, which can be shared with operational teams to guide real-time adjustments.

CX-1-e. Regularly review customer feedback during major events to adjust communication strategies, restoration priorities, and operational tactics. Incorporate this feedback into post-event analysis to inform future response efforts. By creating immediate customer feedback mechanisms, CenterPoint can enhance transparency, improve response times, and better align its actions with customer expectations during major events.

Mid-Term Actionable

CX-3

Enhance Customer Communication Channels:

Assess the feasibility of having customer communication solutions that can both push alerts and receive reports from customers across channels (text, voice, email, social media and web).

CX-4

Inform Customers of the Potential Need for Electrical Service Work: Once a global ETR is issued, CenterPoint should promptly inform customers to inspect their property. If there is damage to the weatherhead, mast, or panel, advise them to hire an electrician to complete the necessary repairs. This allows them to act before their neighborhood is re-energized, helping to expedite their individual restoration.

3.10 Mutual Assistance

Mutual Assistance plays a crucial role in utility storm restoration efforts. When severe weather strikes and disrupts power services, utilities often face challenges that exceed their immediate resources and capabilities. Mutual assistance programs allow utilities to collaborate and share resources, expertise, and personnel. This collaborative approach enables quicker restoration of services.

3.10.1 Findings

PA observes that internal CenterPoint mutual assistance and logistics functions were adequately prepared and performed up to CenterPoint's existing standard protocols and procedures.

Preparedness

CenterPoint participates in the SEE and TXMAG regional utility mutual assistance groups that coordinate and provide assistance during emergency events. CenterPoint reached out to SEE and TXMAG on Sunday July 7th to provide initial mutual assistance crew resourcing requests. In addition to

the RMAGs, CenterPoint also have established contracts with mutual assistance aggregators and contractors in preparation of storm season. Based on prior storm experiences, CenterPoint did not rely primarily on hotels for mutual assistance crew lodging due to hotel power outages. Lessons learned from other prior storms, including the May 16 derecho, were applied to the mutual assistance and logistics process and performance.

To help prepare to receive, house, and work with mutual assistance crews, CenterPoint annually trains their FCCs, Logistics (e.g., Staging Sites, Lodging, Bussing, Security, Procurement) amongst others to familiarize employees who will be activated into those organization with the processes, procedures, forms, triggers for various actions, and other relevant topics.

Performance

By Sunday night, July 7, CenterPoint had accumulated approximately 2,500 secured mutual assistance resources (mix of line and vegetation crews). Over the course of the entire event, there were 11,603 distribution line resources (10,354 mutual assistance, 666 native contractors, 583 CenterPoint) and 3,335 vegetation management resources (2,784 mutual assistance, 551 native contractors, 0 CenterPoint).

Prior to arriving on site, mutual assistance crews are provided with access to CenterPoint's virtual safety briefing. As crews arrived on site, they were onboarded. Currently for an onboarding tool, CenterPoint uses a Microsoft Excel Spreadsheet. CenterPoint's staff is required to reconcile spreadsheets multiple times per day as numbers change based on mutual assistance crews and storm restoration progression.

Mutual assistance crews were used for circuit-based restoration, while internal crews were used for cutand-clear. The FCCs would clear each ticket when a circuit was fully restored. Using Service Suite, FCCs were asked to close out the circuit in real-time and would add resources for those who are not on distribution lines to close out tickets on behalf of the FCC. Generally, one FCC would manage 40 FTE and two vegetation crews during restoration.

PA also observed that FCCs work burdens are particularly heavy in comparison with what typical crew guides are tasked. FCCs were tasked with guiding up to 10 mutual assistance / foreign crews which typically represents up to 40 FTEs. This exceeds the typical span of control / coordination benchmark of between 1:7 to 1:10. During circuit sweep restoration activities where all 10 crews are working on the same or adjacent circuits this is not a concern. However, as the restoration progresses and the work assigned to the 10 crews becomes geographically dispersed, the FCC may face difficulty in keeping track of work progress, ETR updates, and close out outage tickets.

CenterPoint used the mutual assistance process to make material and equipment requests to acquire fuse links and splices from other utilities.

3.10.2 Recommendations

Managing mutual assistance resources and providing the associated logistics is a foundational aspect of storm restoration that can affect all aspects of restoration process. PA finds several short- and medium-term actionable recommendations to improve CenterPoint's process regarding mutual assistance and logistics.

Short-Term Actionable

MA-1

Reevaluate FCC Support: Re-evaluate number of FSRs needed to support the number of FCCs during EOC activations to alleviate some of FCC's administrative burdens. Provide FCC support such as administrative, runners, etc. FCC Team should be comprised of a Lockout/Tagout (LOTO) qualified CenterPoint employee, a service planner or other technical type CenterPoint employee, and an external damage assessment resource (after damage assessment is done). Improve work package distribution. As a stop gap until more robust systems are developed and implemented, provide additional FCC field support to streamline field ETR updates.

MA-2

Develop Mutual Assistance Tool: Develop mutual assistance resource tracker and onboarding tool. Assess available tools by function and user experience. Eversource Energy onboarding process is publicly available and can be used as a starting point to model a more efficient onboarding process. Foreign Crew (nonnative contractors and mutual assistance) management is critical, and the CenterPoint Energy team identified securing a system to manage this which should help them manage logistical support and cost tracking of these resources.

MA-3

Reevaluate Storm Rider Policy: Storm Rider Policy and decision needs to be reevaluated. During Beryl, most employees or contractors were asked to come in after the storm passed which could have delayed immediate restoration efforts.

Mid-Term Actionable

MA-4

Supply Mobile Technology to Mutual Assistance Crews: Provide technology for crews (foreign and non-foreign). Equip all CenterPoint and native contract field workers with mobile access to work, outage, circuit, damage assessment and other types of data. Distribute mobile devices (or supply digital apps to personal phones) to all field personnel with an application/tool for time/vehicle/work reporting as well as for onboarding — safety, system information, etc.

MA-5

Create Equipment Equivalents List:

Develop a comprehensive list of equipment equivalents across manufacturers and utilities to facilitate mutual assistance. This will expedite onboarding and task orders, streamline equipment requests, and enhance monitoring through barcode scanning and GPS tracking. Implementing this list will improve future restoration efforts, ETR accuracy, and staging site efficiency.

MA-6

Streamline Mutual Assistance Crew Operations for Enhanced Efficiency Across All Functions: Generally, utilize mutual assistance crews in the same efficiency as internal crews. This applies to tagging and grounding and lockout tagout switch out, switching dispatch, communications, how they get to a job every day, what they do, what they need to have.

3.11 Logistics

Effective logistics management enhances the storm restoration process by coordinating the deployment of crews, equipment, and supplies, so that they reach the affected areas promptly.

3.11.1 Findings

The logistics group demonstrated effective performance during the response to Beryl, playing a crucial role in resource management and coordination. However, there were opportunities identified for further enhancing coordination with other departments to improve overall operational efficiency and expedite the restoration timeline.

Preparedness

To help ensure redundancies in logistics staffing, CenterPoint uses a primary, secondary, and tertiary structure throughout the entire logistics branch. This also helps so that when people retire or leave the company, knowledge is retained and backup staff, seasoned within the company, is already identified.

There are varying levels of procedures, guides, and checklists for each of the roles within logistics. For example, prior to Hurricane Beryl, security did not have substantial operating procedures because the level of community interaction was not as high in prior events. Since Beryl, the private security resources who helped CenterPoint have documented the security processes which are now incorporated into the standard protocol.

Performance

CenterPoint uses HelmsBriscoe in addition to internal resources to book hotels for crews as well as setting up their own campers ("man camps") which house eight people to a unit. Some man camps were co-located with the staging sites, and for those not co-located the crews would be bussed from hotels to staging sites. Staging sites have all materials, trucks, fueling and food, acting as a hub for crews. Where feasible, CenterPoint used decentralized staging sites as opposed to existing service centers to manage the work assigned to restoration crews, as is emerging as industry best practice.

3.11.2 Recommendations

Short-Term Actionable

LOG-1

Enhance Operational Efficiency through Alternative Staging Site and Logistics Solutions: To reduce crew travel time and expedite work, staging sites should be strategically located. In instances where a hotel is identified as a staging site and the hotel is without power, CenterPoint can coordinate and deploy temporary generators to restore electricity, where feasible (e.g., sites can accept power), benefiting both the hotel and restoration efforts. Strategically selecting locations near service centers will help minimize travel time for crews. If applicable, it is essential to confirm that staging sites have adequate staffing to manage operations, clean, and prepare rooms for crews. Additionally, having leadership present at these locations will help maintain an efficient schedule for restoration activities.

LOG-2

Use Select Service Centers for Staging: Where feasible, use existing service centers as staging sites. Staging site versus service center operations should be reevaluated (i.e., move the operations team from staging site to service centers as it is too decentralized currently). Minimize moving workforce to decentralized staging sites. Streamline communications and collaboration between system operations employees and field employees. Depending on where storm damage is located, CenterPoint could use those locations which make most geographic sense.

3.12 Damage Assessment

Damage assessment is a critical component of an electric utility's response to a major storm outage, serving as the foundation for effective restoration efforts. Accurate and timely assessments enable utilities to identify the extent of damage to infrastructure, which is essential for prioritizing restoration activities. This process not only informs the allocation of resources and personnel but also facilitates the development of reliable ETRs. Damage Assessment is not an "end" process, but it is meant to inform the overall level of damage (to inform and enable the calculation of ETRs), as well as to prioritize work and effect efficient restorations.

CenterPoint uses damage assessors to document areas of damage and identify restoration material needs (e.g., poles and associated hardware, conductor spans, and any pole top equipment). The information is then consolidated into a work package, which the restoration line crews would use to establish the scope of repair work needed. During Beryl, damage assessment works alongside the "cut-and-clear" crews and start damage patrols staring from the point of isolation and identify the necessary work to repair the damaged / unenergized portions of the circuit.

3.12.1 Findings

The damage assessment was useful for high level resource planning and material/equipment acquisition, but the work packages and damage assessment findings were underutilized by the field crews during the restoration process. Once a damage assessment was completed using the damage assessment app, which was developed internally, the information was sent to the Geographic Information System (GIS) team where it was rolled up to a circuit level and passed on to the service centers for QA. Ultimately the damage assessment information for the circuits was used to create physical work packets which eventually ended up at their respective staging sites.

The damage assessment app, dashboard, and Trouble Information Monitoring System (TIMS) present an effective set of tools to manage damage assessment information. While some modifications are evident, the larger issue is how to distribute the work packages, and how to make the work packages more useful to improve restoration efficacy.

Preparedness

The damage assessors were not on site at the same time the "cut and clear" teams were mobilized, and no work packages were available for the FCCs to use in their initial response to Beryl. This caused the FCCs to conduct their own damage assessment as an "add on" workstream. Throughout the rest of the restoration process, damage assessors produced work packages that were underutilized by the FCCs necessitating duplicated assessment efforts on many occasions. And indeed, one whose output would be scarcely utilized by the FCCs.

The initial damage assessments should begin as soon as possible after a storm has passed and should be used to develop initial restoration time estimates.

When practical, utilities should preposition its restoration workforce, including damage assessors, line restoration and vegetation management resources. Pre-positioning these resources reduces mobilization times so the restoration work can begin immediately after it is safe to do so after the storm passes.

Performance

Damage assessment, vegetation management, and cut-and-clear operations should operate in a coordinated manner. The lack of synchronization among the teams highlights the need for these groups to function as a cohesive unit. Proper onboarding and orientation are essential to streamline the cut-and-clear process and help ensure efficient response efforts. Additionally, many damage assessment packages were found to be incomplete, leading to delays in the preparation of work packages. As a result, crews often began work without having received a comprehensive damage assessment or

resorted to conducting their own assessments to determine the necessary materials. While high-level assessments can facilitate initial progress, sufficient detail is crucial for generating accurate ETRs.

3.12.2 Recommendations

Short-Term Actionable

DM-AS-1

Integrate Damage Assessment and Vegetation Management Crews: Integrate the vegetation management crews and damage assessors with the "cut and clear" resources as a first responder team to be dispatched together.

DM-AS-2

Pre-Stage Materials/Equipment: While thorough damage assessments may not completely eliminate the need for an FCC to inspect a circuit segment for LOTO and safety purposes, efforts should be made to enhance the identification of required materials, equipment, and vegetation clearing before the arrival of line restoration resources. This proactive approach can help streamline the restoration process and improve overall efficiency.

DM-AS-3

Streamline Damage Assessment for Work

Packages: Rework damage assessment processes to improve the usefulness of work packages. During the initial wave of damage assessments, validate and verify damage prediction models regarding required resources and materials. Following this initial assessment, the focus should shift to estimating restoration times to provide accurate timelines for stakeholders. Subsequently, attention should be directed toward proactively supporting line restoration and pole-setting crews to facilitate an efficient recovery process. This structured approach will enhance operational effectiveness and help ensure a timely restoration of services.

Mid-Term Actionable

DM-AS-4

Upgrade Damage Assessment Technology:

Explore and leverage Light Detection and Ranging (LiDAR) sensors and machine learning to quickly assess and integrate data with ESRI tools. The damage model should be able to take storm tracks, CenterPoint asset information, and develop an estimate for the level of repair efforts that are needed to help the Incident Commander and other IC Staff to confidently determine level of crewing required for restoration duration. The Planning Section Chief should be ultimately responsible for making sure the model is populated, tested, and exercised for accurate results and restoration preparedness.

DM-AS-5

Revise Resource Utilization: Currently the DOC decides how to utilize the damage assessors. Consider using the damage assessors after initial assessments to be patrol inspectors during the circuit sweep operations. Harmonize veg and line crews and damage assessors, in a way that's more real-time and less sequential – eliminate wait times. "Advance deployment team" (slot team) preparing next line section(s) for work while other crew is working (assess damage, deliver materials, set up isolation and grounding points). So that when line crew moves on to the next section, they can immediately begin work.

3.13 Restoration Management

During a storm response, effective resource management is critical for restoring power and minimizing downtime. Utilities should prioritize the establishment of a centralized command structure to coordinate restoration efforts, ensuring clear communication among teams. It is essential to assess damage rapidly and deploy resources strategically, leveraging both internal crews and mutual assistance

partnerships. Regular situational updates should be shared across all levels to maintain awareness of progress and emerging needs. Cross-cutting recommendations include implementing standardized reporting protocols to enhance data accuracy, investing in training for all personnel on restoration procedures, and utilizing technology to track resource allocation and status in real-time. Additionally, post-storm reviews should be conducted to identify lessons learned and refine future response strategies.

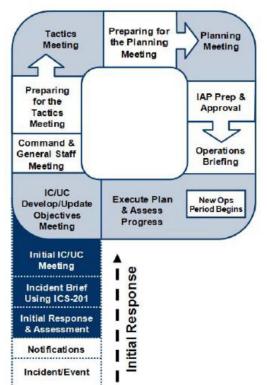
Restoration management refers to the systematic process of planning, coordinating, and executing the restoration tasks following a storm outage. It helps ensure an organized approach to restoring power efficiently and safely. Effective restoration management facilitates work packages that are usable, measurable, and recordable, allowing for clear tracking of progress and resource allocation. This structured methodology not only enhances operational effectiveness but also improves communication with stakeholders, ultimately leading to a timelier recovery and increased customer satisfaction. By prioritizing restoration management, utilities can optimize their response efforts and better serve their communities during challenging events.

3.13.1 Findings

The restoration management philosophy should establish a production or assembly line approach. This strategy involves clearly identifying areas of focus for restoration resources and ensuring that work packages and necessary materials are prepared in advance of line crews arriving at job sites. Additionally, utilizing runners to deliver incremental materials—especially those at higher risk of theft—can further streamline operations. The primary objective is to minimize downtime for restoration line crews by having all required items readily available, thereby enhancing overall efficiency and expediting the restoration process.

Preparedness

Figure 3 - 5: "Planning P" Structure



The approach adopted by CenterPoint effectively utilizes decentralization during large-scale weather restoration efforts, treating these operations more like reconstruction projects than typical trouble response efforts. This necessitates the distribution of personnel resources and physical assets, along with the integration of mutual assistance crews. The execution of decentralization by CenterPoint was commendable. Ideally, this entails centralizing Strategy and Planning functions to optimize both physical and human resources while decentralizing the execution of tasks. Utilization of line skilled resources as FCCs is an industry-leading practice, as these individuals know the system, locations, and work needed to be done, rather than the alternative of crew guides who tend to function as navigators and distributers of work packages.

During the response to Beryl, management activities were centered at the staging center. It is recommended to shift this management to the service center, which has greater access to critical systems, printing capabilities, and additional resources. While decentralization of work is beneficial, managing operations from a more centralized service center can mitigate logistical IT issues.

The storm response was conducted under an overall IC strategy, with specific plans outlined in IAPs. It is important to improve upon the current planning process, as the DOC is charged with planning in real time and executing on the plans, which may lead

to less-than-optimal strategic decisions being made and complicates restoration management. IAPs should originate from the Planning section and flow downward to the DOC, rather than the reverse. The planning process has been established based on the National Incident Management System (NIMS), modified to suit CenterPoint's unique circumstances. While the "Planning P" structure is generally followed (shown in Figure 3 - 5), enhancing the use of this process is essential. The Planning P cycle involves initial setup, daily meetings for IAP development, and subsequent revisions after each operational period.

The implementation of a no-customer-left-behind strategy²² should be approached with caution. This strategy should not be enacted at the outset of restoration efforts; rather, it is more appropriate to consider it once the majority of laterals are restored. The decision to transition to this strategy lies with the IC leader, who should ensure that the focus remains on restoring the entire line before implementing this approach.

Performance

CenterPoint's Planning group prepared daily IAPs; however, these were approved in the middle of the Operational Period. For example, the IAP for July 10 (day 3 of storm), which was meant to cover the operational period between July 10, 2024, 6:00AM through July 10, 2024, 10:00PM was approved at 9:50AM. IAP for July 11 covering the operational period between July 11, 6:00AM through 10:00PM, was approved on July 11, 12:55PM. In the following days, IAPs were approved as late as 7:22PM of the operating day. IAPs should be approved ahead of the operating day to set out daily restoration objectives.

CenterPoint's IAPs outlined daily primary objectives (as many as 11 on July 10, and then decreased to 5 after July 12). The IAP also captured a number of supporting objectives (ranging as high as 20+ on July 10, and subsequently stabilizing to approximately 15). Objectives could be more curated and prioritized to focus on the strategically important items to make sure the more critical items are addressed accordingly.

Dissemination / update of ETRs policy was listed as objective starting from the July 9 IAP. Finalization of high impact area ETRs (Restoration Tracker) was listed as an IAP objective on July 10 and July 11. IAPs on both these days indicated the Outage Tracker was online. Subsequently, ETR accuracy monitoring has been captured as an objective starting July 13. There was no mention of development or shaping of the ETR strategy in the IAP, which could have been useful to shape subsequent planning activities.

The IAP captured the planned work and activities for the High Voltage (transmission) and Substation areas (Transmission Assignment List and Substation Assignment List). While there was discussion of the planned work and activities for the Distribution side of operations, the amount of work and assignments listed is the sparsest of the three areas listed, and frequently just identified that personnel were working along the mutual assistance crews to support restoration. There were minimal discussions on which areas to prioritize, where the crews were allocated, and where restoration is slower / faster vs. plan. In general, the IAP did not provide meaningful views on remaining activities needed (either in level of effort or ticket volumes) to complete restoration. Finally, there should be discussions and documentation of available (as well as committed but not yet arrived) resources to conduct restoration work. This will be critical to determine allocation of the remainder of the work needed to completion of restoration, provides a view if there are resource gaps (either between operating areas or overall restoration effort), and can be informative of the remaining restoration duration.

²² This is a strategy where all open tickets associated with the circuit / restoration area are completed before crews move on to the next assignment, regardless of if the next ticket has a higher number of customers impacted. This is in contrast to the normal, blue sky strategy of prioritizing restoration of outages based on highest number of impacted customers regardless of if the outage restoration tickets are on different circuits.

Restoration efforts and strategic decisions were primarily managed by the Operations group at the DOC. However, several bottlenecks were identified that if addressed will enhance scalability and efficiency:



FCCs: The number of FCCs currently limits operational efficiency.



Distribution Control Operations (DCO) / Regional Transmission Organization (RTO) Operators: The volume of requests handled by DCO/RTO operators presents another bottleneck. Consider decentralizing these operations into service centers, as these operators cannot be stationed at staging centers. Empowering field personnel with ownership and control can alleviate the dependency on operators, especially once control moves past the breaker in the substation.



Staging Sites: The number of staging sites should be expanded to include hotel and other locations, which can provide additional support for field operations.



Material Drop-offs: Implementing job site drop-offs for materials can streamline the logistics of resource distribution.



Manage by Substation: Managing operations by substation can facilitate a more effective division of labor. Segmenting restoration efforts at substations creates a framework that effectively manages overlapping resources, material delivery, and safety protocols. Establishing a command center at each substation allows for more localized decision-making and coordination. For example, distributing circuits among multiple FCCs from a single substation can enhance operational effectiveness.



Restoration Strategy: The current ticket-based restoration approach should be evaluated in conjunction with a circuit-based restoration strategy. Assigning FCCs to manage circuits across multiple substations is not recommended; instead, each FCC should be designated to a specific substation to optimize their focus and efficiency.

By addressing these bottlenecks in restoration management, CenterPoint can significantly improve its storm restoration capabilities and overall operational efficiency.

3.13.2 Recommendations

Short-Term Actionable

RM-1

Expedite IAP Completion: The IAP should be finalized and approved before the operating period begins, establishing a clear set of objectives to serve as execution targets for the various operational areas. The IAP should encompass the ETR strategy and resource allocation, along with the prioritization of remaining tasks. Additionally, EOC briefings should concentrate on executing the plans outlined in the IAP rather than developing new plans for the day.

RM-2

Evaluate FCC Pool Size: The effectiveness of decentralization is directly linked to the number of and efficiency of FCCs. To enhance scalability during restoration efforts, it is recommended to assess and potentially expand the FCC pool size. Engaging native contractors with journeyman-level experience as additional FCCs can significantly bolster capacity, allowing for improved management and coordination of field operations. This approach will help ensure that resources align with restoration needs, thereby optimizing overall response efforts.

RM-3

Use Substation Restoration Segmentation: Implement segmentation of restoration efforts by assigning specific crews to operate from designated staging centers associated with their respective substations. This approach will allow crews to focus on the circuits linked to their assigned substation, thereby minimizing the potential for overlap and interference with other crews working across different substations. By clearly delineating responsibilities and operational areas, this strategy should enhance coordination and efficiency during restoration efforts.

RM-4

Leverage Low Voltage Resources for Parallel

Restoration: In cases of significant damage to overhead services, deploy low voltage restoration teams to start repairing and replacing services ahead of the primary repairs in an area. This approach optimizes additional resources and helps shorten the tail end of the restoration process by eliminating the potential for small, nested outages in advance.

Mid-Term Actionable

RM-5

Test Processes and Technology:

Test all revised processes and technologies during smaller storm events, moving beyond simulations or training exercises. Engaging native contractors to implement these new processes in real-world scenarios will provide valuable insights and practical experience. Additionally, conducting after-action reviews following these smaller events will facilitate the gathering of lessons learned, enabling continuous improvement and refinement of operational procedures. This proactive approach will help ensure that processes are effective and efficient when faced with larger storm restoration efforts.

RM-6

Change RTO/DCO Jurisdictional Boundary: Operational jurisdiction and control of the distribution feeder breaker should be transitioned to the DCO. This will eliminate the bottlenecks inherent in Distribution Controllers calling RTO operators to operate a distribution circuit breaker. This revised boundary will also align much better to the modem distribution system, where automated circuit ties, distributed energy resources, and active voltage management each play key roles in serving customers on both blue sky and grey sky days.

3.14 Vegetation Management

Properly maintained vegetation helps minimize the risk of power outages and damage during storms by reducing the likelihood of trees and branches coming into contact with power lines. Proactive vegetation management and trimming according to established guidelines, which not only protects infrastructure but also enhances safety and reliability for communities. In the aftermath of a storm, well-planned vegetation management accelerates the restoration process by preventing further damage and facilitating quicker access to affected areas.

3.14.1 Findings

PA observes that the vegetation in the Houston area coupled with residential overhead rear lot circuits made for vast power outages during a storm like Hurricane Beryl. Prior to Hurricane Beryl, the Houston area experienced several years of hard freezes and droughts, followed by periods of heavy rainfall, thus leaving the vegetation and soil in a distressed and/or dying condition, apt for tree fall.

Preparedness

CenterPoint conducts regular vegetation management across its system, including tree trimming, removal of hazardous branches, and clearing vegetation near power lines and infrastructure to minimize the risk of outages caused by falling trees or branches during severe weather. As part of this program, CenterPoint identifies hazardous trees growing directly under or near power lines that could pose a risk if they were to fall. These trees are proactively removed and replaced to prevent vegetation-related outages, enhancing grid reliability and safety.

Performance

Hurricane Beryl saw higher tree fall damage than other prior extreme weather events due to the vegetation and soil conditions (root stress, root death, soil shrinkage and sudden expansion). With the highest rainfall occurring in the highest vegetation-dense areas, the longer outages were in areas with the highest vegetation densities. Circuits with no vegetation or adequate trimming were less likely to be affected by the storm. Approximately half of the circuit outages were driven by vegetation damage.

Service territory in established neighborhoods with mature trees (e.g., 50-to-90-foot pine trees) saw much tree fall on infrastructure or facilities from outside the CenterPoint easement. In a typical storm, those mature trees would bend with the wind but not fall. Due to the soil conditions and root distress, those same trees fell during Hurricane Beryl.

During Beryl restoration, at least two vegetation crews were assigned to each FCC. Vegetation crews are not sent out with the first crews responding to an outage or downed line. Coordinators must send out different crews at different times which cause logistical challenges and delays. The vegetation team uses a vegetation dashboard to manage their workload.

Certain areas (e.g., wetlands) require federal permission to access and conduct vegetation management. And even with permission, CenterPoint is not allowed to bring heavy machinery into the area and must rely on hand machines (e.g., chainsaws, saws, etc.) to clear fallen vegetation and restore power.

3.14.2 Recommendations

PA recommends that CenterPoint enhance their vegetation management program to be more targeted and condition based.

Short-Term Actionable

VM-1

Revise Trimming Cycles: To enhance the effectiveness of vegetation management, CenterPoint should immediately revise its tree trimming cycles to a more frequent interval of three years. This adjustment will allow for more proactive and responsive management of tree growth, significantly reducing the risk of outages caused by overgrown vegetation interfering with power lines.

VM-2

Optimize Crew Coordination: To

maximize the effectiveness of vegetation management efforts, CenterPoint should focus on enhancing the coordination and optimization of vegetation resources and crews. This involves implementing strategies that streamline operations, improve communication, and helps ensure that the right crews and resources are deployed to the most critical areas.

Mid-Term Actionable

VM-3

Enhance Tree Replacement Program: Enhance the existing tree replacement program by introducing a range of options for customers with at-risk vegetation. This initiative could include personalized consultations to assess individual properties, recommendations for suitable replacement species, and incentives for participating in the program. By actively engaging customers in the management of at-risk trees, CenterPoint can help reduce the risk of outages while fostering community involvement and promoting environmental sustainability.

VM-4

Develop a Digital Intelligence Program to Effectively Perform Condition-Based Trimming:

Transition to a data driven, condition-based trimming approach to enhance the effectiveness of vegetation management. Unlike the current practice of relatively long cycle trims, condition-based trimming based on various imagery processing based analytics and tools (LiDAR) focusing on the specific health and growth patterns of trees and vegetation surrounding power lines. This method involves regular assessments of tree conditions, identifying which trees require trimming based on their growth, structural integrity, and proximity to power lines. By adopting this proactive strategy, CenterPoint can prioritize vegetation management efforts on high-risk areas, helping ensure timely interventions that reduce the likelihood of outages caused by falling branches or trees.

3.15 Call Center/Handling

The call center plays a vital role in an electric utility's response during major storm-related outages, serving as the primary communication link between the utility and its customers. Effective call handling is essential for efficiently managing the influx of inquiries and reports of outages, helping ensure that customers receive timely information and support. A well-trained call center staff can provide critical updates on restoration efforts, ETRs, and safety information, helping to alleviate customer concerns and frustration. Additionally, accurate data collection during these calls enables utilities to assess the extent of outages and prioritize restoration efforts based on customer needs. Ultimately, robust call

center operations are crucial for maintaining customer satisfaction and trust during challenging circumstances, reinforcing the utility's commitment to reliable service.

3.15.1 Findings

CenterPoint's call center experienced a significant surge in incoming calls as soon as Hurricane Beryl made landfall on July 8. That day, the total number of incoming calls reached 421,898, with the peak interval call center volume at 1,481 (excluding Interactive Voice Response (IVR) callers).

During restoration, all outage reporting, and non-emergency calls, were routed to self-service channels meaning that if a customer needed to report an outage or had a non-emergency request, the customer was routed to the IVR. Additionally, customers were advised that these self-service options were available online.

Preparedness

CenterPoint's customer call center is comprised of contact center agents (CCAs). 73% of CenterPoint's CCAs are internal employees while the remaining 27% are full-time contractors. Once onboarded to the utility, every CCA is trained to help with each of CenterPoint's regulated utility businesses. The call center delivers proactive, tiered training customized to the CCAs' roles during major events. Existing CCAs complete a condensed 1-day course in preparation for storm scenarios, which is designed to closely align with their-day-to-day regular responsibilities.

One of CenterPoint's customer service corporate goals is to answer 65% of calls within 30 seconds. This is a common metric to track for call centers, '% Service Level (30).' CenterPoint's Houston Electric has an additional goal to address customer issues within 250 seconds from when the call was answered.

A total of 441 CCAs participated in the Beryl response, including 34 members from other Customer Experience teams, such as Electric Market Operations, Billing, and Credit, who also contributed at the Customer Center. The maximum call volume for the call center that was available and in operation during and after Hurricane Beryl was 2,000. The Company had capacity for additional callers utilizing IVR including 4,000 lines for its IVR outage reporting.

Performance

Call Center performance was noticeably impacted during the period of storm restoration as shown in Table 3 - 3. In July 2024, the average number of incoming calls per day, excluding IVR, was 18,250. During the storm restoration period from July 8-July 19, 11 out of 12 days saw a higher volume of total calls offered than the monthly average. Total calls offered (i.e., incoming calls offered to agents) reached their peak on Saturday, July 13, with a total of 53,156. While individual calls exceeded the daily averages, on July 13, the Average Speed of Answer (ASA) was 6 minutes and 17 seconds, and the Average Handle Time (AHT) was 5 minutes and 59 seconds. This indicates that, although some callers experienced longer wait times, the overall efficiency of call handling was maintained within reasonable limits. ASA peaked on Monday, July 8, reaching 24 minutes and 28 seconds. AHT peaked on Friday, July 12 reaching 6 minutes and 8 seconds. This increase in call center performance metrics is typical during a storm event and by the end of July, performance metrics returned to their normal ranges.

IVR Call Call Overall Total Calls Day Date 2024 ASA **AHT** Containment Handling **Abandonment Abandonment** Offered Rate Rate Rate Rate Monday, July 1 7,864 39% 96% 4% 2% 01:26 04:34 41% 99% 0% Tuesday, July 2 6,994 1% 00:08 04:42 Wednesday, July 3 5,572 40% 99% 1% 0% 00:05 04:36 0% Thursday, July 4 1,829 83% 99% 1% 00:02 03:53 35% 0% 0% 00:03 04:33 Friday, July 5 4,357 100% 7% 03:55 Saturday, July 6 17,927 78% 70% 30% 03:29 Sunday, July 7 13,501 76% 84% 16% 4% 02:04 04:07 Monday, July 8 49,030 51% 58% 28% 24:28:00 05:31 42% Tuesday, July 9 35,485 9% 41% 37% 05:57 35% Wednesday, July 10 33,068 65% 33% 09:13 05:56 Thursday, July 11 71% 29% 25% 07:39 05:57 36,703 14% Friday, July 12 35,835 11% 67% 33% 30% 09:13 06:08 48% Saturday, July 13 53,156 76% 24% 13% 06:17 05:59 24% 14% Sunday, July 14 34.024 86% 11% 02:47 05:33 25% Monday, July 15 31,139 76% 24% 18% 06:06 05:44 Tuesday, July 16 9% 5% 05:24 32,607 47% 91% 02:48 Wednesday, July 17 26 950 49% 90% 10% 5% 02:48 Thursday, July 18 18,714 46% 6% 3% 01:59 05:17 98% 00:47 Friday, July 19 11,790 36% 2% 1% 04:58 04:23 Saturday, July 20 5,987 48% 3% 2% 00:46 97% Sunday, July 21 4,753 57% 100% 0% 0% 00:04 03:52 Monday, July 22 17,526 47% 80% 20% 11% 07:39 04:59 Tuesday, July 23 43% 85% 15% 8% 05:05 05:24 12,878 Wednesday, July 24 10,957 41% 98% 2% 1% 00:39 05:03 Thursday, July 25 8,616 40% 99% 1% 0% 00:09 04:43 Friday, July 26 9,099 44% 99% 1% 0% 00:15 04:46 Saturday, July 27 3,672 54% 99% 1% 0% 00:07 03:44 13% 4% 03:33 Sunday, July 28 6,160 66% 87% 01:05 Monday, July 29 10,606 38% 93% 7% 4% 02:39 05:05 Tuesday, July 30 10,472 37% 92% 8% 5% 02:27 04:57 05:00 Wednesday, July 31 8,468 32% 94% 6% 4% 02:24

Table 3 - 3: Call Center Performance

The daily call center performance in July 2024 offered valuable insights worth noting:

IVR Containment Rate: On the first day of the storm, July 8, the IVR containment rate was typical, but it experienced a dramatic decline over the following four days. On Wednesday July 10, the IVR Containment Rate was 7% meaning that only 20,495 customers were able to achieve resolution within the IVR. The industry standard for daily containment rate is above 50%.

TIME

SLOW

- Other Call Center Performance Metrics: Call Handling Rate, ASA, and AHT all aligned with the
 expected trends typically observed after a major event.
- ASA Recovery Speed: Between July 8 and 9, the Average Speed of Answer (ASA) was halved, while all other factors remained constant. This reduction serves as a positive indicator of the call center's effective storm response.

HIGH

% Low

FAST

3.15.2 Recommendations

Short-Term Actionable

CCH-1

Increase Call Center Resource Pool: Identify and train additional resources, whether within the CenterPoint workforce or from third-party agencies, to ensure they can effectively assist during storm response. Train existing CenterPoint gas and Indiana call center organizations to provide supplemental support during storm response.

CCH-2

Analyze Root Cause of IVR Containment Drop: Conduct a root cause analysis to determine why the call center experienced a noticeable drop in the IVR containment rate sustained for five days.

Mid-Term Actionable

CCH-3

Forecast Call Center Resource Needs:

Develop a framework to forecast additional call center support required during storm response, utilizing historical data from past storms.

CCH-4

Establish a Call Center Storm Response Plan:

The plan should outline the tiers of additional assistance needed to maintain full operational capacity and establish criteria for deploying these resources. Once the plan is completed, train all mutual assistance call center representatives, including those from third-party agencies.

3.16 Temporary Generation

3.16.1 Findings

In certain storm scenarios, utilities can deploy temporary generation units to provide temporary power to critical facilities such as hospitals, emergency service centers, water/sewer treatment plants, or cooling sites that are essential to the safety of customers or to aid utility and emergency response crews in restoration efforts. As crews work to restore power, the units can be repositioned according to where they are needed and what sites take priority. This priority matrix is created before a storm hits to streamline deployment and redeployment processes.

Preparedness

CenterPoint leases temporary generation units between 230 kW and 5 MW in size. It maintains this fleet for distribution events caused by natural disasters such as hurricanes. CenterPoint also leases 32 MW generators which are used for transmission events such as load shed or loss of substation events. These larger generators were not compatible with the types of sites that were requesting temporary generation; none of these were deployed during Hurricane Beryl. If there were outages at substations where a 32 MW generator deployment would have been feasible, CenterPoint could have deployed those units.

Depending on their size, these generators are typically used in 3 different use cases: (i) Point of Use, connecting directly to customers, (ii) Circuit Based, connecting to the grid at a midspan location, and (iii) Substations, connecting directly at a substation during a substation outage or while load shedding. Case (iii) would generally be the use of the 32 MW units. For this scenario, CenterPoint has installed bays and open switches at substations in order to speed up the connection process.

When preparing for a storm there are four key considerations taken by the utility to deploy temporary generation:



Anticipated Outage Duration: identifying locations that have the highest potential outage density and are expected to experience the longest duration outages using Damage Prediction Modeling.



Customer
Criticality:
establishing priority
levels for all critical
customers in a
service territory and
using this priority
list to deploy
generation once
requests are made
during an event.



Technical Feasibility and Generation Availability: determining customer load, service, voltage, physical space constraints and availability of connection to facilities that could require temporary generation. Also determine the availability of generation units ready for deployment and crew members that can perform the deployment process.



Type of Outage:
determining the type
of outage that the
grid is experiencing
such as a circuit,
transformer or use
fuse outage and
evaluate if
temporary
generation is
required as a part of
the restoration
process.

In addition to the above consideration, CenterPoint also prepositioned drivers to transfer generation units more quickly throughout the storm, acquired smaller and single-phase temporary units and increased staffing on the temporary generation team to assess deployment sites and complete generator deployments more quickly.

CenterPoint's deployment of emergency generation during Hurricane Beryl appeared to be in line with the procedures outlined in its EOP. The Emergency Generation Tiger Team identified locations where 230 kW generators were needed and coordinated their mobilization and deployment. They later oversaw the demobilization once the emergency generation was no longer necessary. The deployment of emergency generation did not hinder CenterPoint's overall restoration efforts.

Performance

CenterPoint utilized temporary generators where feasible / possible as a part of Hurricane Beryl restoration efforts. Of these total deployments the utility energized 31 temporary generation units at 28 critical facility locations as shown in Figure 3 - 6. During the storm the deployment strategy to deploy generators following the prioritization outlined in the priority matrix, with the temporary generation team working to identify customers that required generation, evaluating the size required at the site, and assessing the feasibility of deployment.

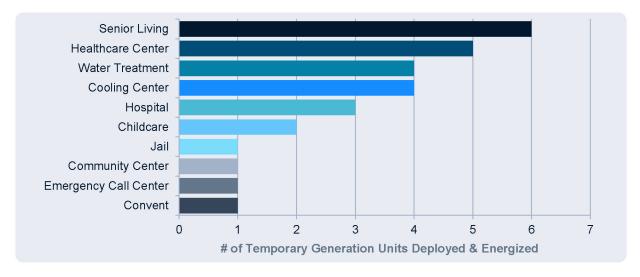


Figure 3 - 6: Temporary generation Units Deployed & Energized

For each request received for temporary generation, CenterPoint's temporary generation team evaluated the feasibility of deployments. Reasons for not deploying temporary generation included sites already having their power restored, temporary generation not being the correct size in terms of load, space constraints, or other electric system related incompatibility making the site unable to receive power from temporary generation.

Some critical facilities served by CenterPoint experienced outages throughout the duration of Beryl. For example, only 22% of hospitals served by CenterPoint experienced an outage, and only two of those hospitals experienced an outage lasting more than 72 hours. Emergency services also experienced long outages with 90% of police and 100% of airports restored by July 13 and 95% of fire stations restored by July 15, seven days after the storm hit Houston. 70% of cooling / warming centers were without power on the day of the storm with 90% of these centers restored by July 15. CenterPoint deployed temporary generation at some of these facilities to provide temporary power while crews worked to complete restoration efforts.

The average deployment time for generators was about 2 days with the longest deployment lasting 140 hours. Once power was restored to a site, generators would be removed. There were no fuel spill incidents associated with generator deployment.

Table 3 - 4 provides details on the location and size of generator deployed during the storm. The temporary generation team received about 300 requests for temporary generation and deployed:

230 kW	400 kW	500 kW	560 kW	625 kW	1 MW	5 MW
unit at	units at					
1 site	5 sites	2 sites	4 sites	4 sites	9 sites	3 sites

Table 3 - 4: Temporary Generation Deployment & Energization Location

Address	Location	Size ²³	
5505 Belrose Dr	Shannon Walker Library	400 kVV	
10525 Red Bluff Rd	US PL BTB Pasadena Ozarka	5 MW	

²³ Parenthetical indicates use of a generator obtained through mutual assistance and identifies the utility providing that support

Address	Location	Size ²³
11612 Memorial Drive	Memorial Drive Presbyterian Church - Cooling Center	1 MW (Oncor)
11929 W Airport Blvd	Atrium Medical Ctr Senior	1 MW (Oncor)
1201 Commerce	Harris County Jail	1 MW (Oncor)
1424 Fallbrook Dr	Capstone Healthcare Estates at Veterans Memorial	230 kVA
14949 Mesa Dr	Fall Creek Rehab and Healthcare	560 kW (AEP)
1617 Elmview Dr	Gracewood	625 kW (Oncor)
17720 Hwy 59, Humble	Humble Sewer	1 MW (Oncor)
17750 Cali Dr	Psychiatric Facility	500 kVV
1851 Cross Point, Houston	UT Health	1 MVV
1907 Holcombe Blvd	Ronald McDonald House	1 MVV
2001 Ladbrook Drive	SUN Behavioral Healthcare	625 kW (Oncor)
22999 Hwy 59	HCA Kingwood	1 MW (Oncor)
23775 Kingwood PI Dr	Regent Care	560 kW (AEP)
2401 Green Oak Dr	Novellus Kingwood	560 kW (AEP)
2401 Holcombe	St Dominic Village, Senior Care Community	5 MVV
24025 Kingwood PI Dr	Landon Ridge	560 kW (AEP)
3033 Pearland Parkway	Trinity Oaks of Pearland	1 MVV
3702 Cove View	Gulf Coast Health Center/Cascades at Galvseton	400 kW
4802 Lockwood Dr	Warming/Cooling Center	500 kW
4920 San Jacinto	Czech Heritage Center	400 kW
6501 Almeda	Dominican Sisters of Houston	625 kW (Oncor)
7401 Rankin Rd	City of Humble Water	400 kW
7603 Antoine	White Oak Conference Center	400 kW
9351 E Point Dr. #B	Ozarka - Drinking Water	625 kW (Oncor)
9455 W Montgomery Rd	Emergency Call Center	1 MW
9505 NorthPointe Blvd	Villages of Glenloch Farms Senior Living	5 MW

3.16.2 Recommendations

Recommendations for improving the temporary generation deployment process during storm scenarios involve solidifying plans for deploying units and ensuring that deployment can happen swiftly during a storm.

Short-Term Actionable

TG-1

Catalog Critical Customers: Compile the list of all critical customers in the service territory, prioritize this list taking into account the risk of an extended outage at the specific customer location, the presence of customer owned backup generation, and other relevant factors, and understand how the priority customers with the highest risk of suffering an extended outage can be served by temporary generation.

TG-2

Test Existing On-site Generation: Educate and encourage critical sites that have on-site backup generation to routinely test their generators to ensure performance during a storm event.

TG-3

Establish Deployment Priority Matrix: Establish a priority matrix to deploy and utilize generators at critical facilities including which units are compatible at which site, what size units are available for each site, and what is the priority of deploying generation to each critical site within CenterPoint's territory. In the case of more deployment requests than available generation units, the priority matrix should be followed.

Mid-Term Actionable

TG-4

Develop and Promote Interconnection Services for **Temporary Generation**: Develop and promote an efficient interconnection process that coordinates with and supports critical sites lacking standby generation, helping ensure a seamless interconnection experience. Advise sites to build infrastructure, including bays and cables at all critical sites such as hospitals, cooling centers, and water treatment plants which enable quick deployment of temporary generation with limited additional work to be done to begin supplying sites with energy.

TG-5

Procure Additional Distributionscale Generation: Acquire additional smaller generators, between 230 kW and 5 MW in size, to enable greater use of temporary generators during future events.

3.17 Distributed Energy Resources

In a storm scenario, distributed energy resources (DERs), such as solar panels and battery storage systems, can play a critical role in enhancing grid resilience and maintaining power continuity. During power outages caused by storms, DERs can provide localized backup power to homes, businesses, and essential services, reducing reliance on the centralized grid. Batteries can be charged during times when the grid is operating normally, offering a steady, dependable power supply when the grid is down. Microgrids, which can operate independently of the grid and use DERs and traditional fuel generators like diesel or natural gas for power, enhance resilience during storms by isolating critical areas, like hospitals and emergency centers, ensuring they continue to receive power even when widespread outages occur. However, for regulatory reasons, utilities such as CenterPoint are not permitted to own and operate DERs. This limits their ability to directly deploy these resources for storm mitigation. Instead, DERs are owned by third-party providers or consumers themselves, which presents challenges for utilities during emergency restoration efforts as they are unable to directly leverage these

resources during times of need. Utilities should track and collaborate with private owners and operators of DERs to maximize the benefit of the infrastructure to aid in storm preparedness and response.

3.17.1 Findings

As mentioned above, CenterPoint is prohibited from owning DERs by regulations in Texas and therefore was unable to use them as a resource directly during Beryl. CenterPoint does have a commercial battery installation program which limits battery installations to under 10 MW per battery. Currently, CenterPoint has deployed one 9.99 MW commercial battery (energized post-Beryl) with a target of having 500MW of storage deployed by 2026. These commercial installations, however, are not interconnected to the CenterPoint energy circuit and would not be able to provide power as a resiliency measure, instead they allow the owner to participate in the wholesale energy market during events and provide energy arbitrage services for compensation. Exploring potential changes in the regulations governing the ownership and use of DER could lead to the utility being able to own these types of resources and deploy them in response to storms.

CenterPoint also does not have a utility-scale microgrid deployed at this time on its system but has seen an increased number of individual, behind-the-meter DER deployments at residential and commercial (e.g. Home Depot, Target, Walmart) locations. This volume trends heavily on the residential side with about 90% of DERs deployed at homes and 10% at commercial locations. The utility has a program with the Electric Power Research Institute (EPRI) to understand the benefits of micro-grid systems and the changes that CenterPoint can make to help ensure an environment that supports the continued development of these systems. While CenterPoint does have a database of customers which were granted permission to operate microgrids in island mode the utility has not yet collected information on whether these customers could also supply power to customers in the surrounding areas.

3.17.2 Recommendations

Short-Term Actionable

DER-1

Continue to Catalog DERs and Microgrids in CenterPoint Territory:

Understanding deployments within CenterPoint's territory can help the utility identify locations where DER and microgrids could be used for resiliency purposes in the future. Identify locations where a DER or microgrid could help temporarily restore power to surrounding areas or temporary emergency response locations.

Mid-Term Actionable

DER-2

Leverage Capacity Maps: Leverage capacity maps with relevant parties to encourage behind-the-meter DER installation in certain locations on CenterPoint's circuit where deployments could offer resiliency solutions.

DER-3

Use DERs during Restoration Efforts: Consider establishing emergency solutions such as staging sites, cooling centers, or other community shelters in areas that can be powered by DERs or microgrids.

3.18 Grid Performance, Design, and Automation

In an era marked by increasing frequency and intensity of major storms, the resilience and efficiency of electric utility grids are more crucial than ever. Effective grid performance, innovative design, and advanced automation play pivotal roles in facilitating rapid and reliable restoration of power during outages caused by severe weather events. A well-designed grid can withstand environmental stresses, while automation technologies enhance situational awareness and streamline response efforts. By