

1 Figure CAK-36 Beryl - Manvel ISD Staging Site Material Area

2 Q. WERE THERE ANY CHALLENGES THE COMPANY FACED 3 REGARDING DISTRIBUTION OF MATERIALS DURING HURRICANE

4 BERYL?

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Generally, there were no major issues directly affecting the ability to distribute material to crews. However, immediately after Hurricane Beryl made landfall, the main challenge was street flooding, which temporarily delayed the delivery of materials to some of the Company's staging sites. Additionally, due to the breadth of the restoration efforts, there were occasions where the materials were not close to the restoration activities. When this occurred, the materials would be delivered, or the crews would pick up the materials to expedite restoration.

1 Q. WHAT DID THE COMPANY DO TO RESTOCK MATERIALS THAT

WERE DEPLETED DURING THE HURRICANE BERYL RESTORATION

PROCESS?

A. To restock materials used in restoration efforts, CenterPoint Houston's Materials Management team immediately placed "storm orders," which are material orders that suppliers will prioritize. Additionally, a member of the Company's Engineering Standards team, the function that reviews and approves materials to be used on CenterPoint Houston's operating system, was onsite to work with the Materials Management team. Their responsibility was to approve additional manufacturers or substitute materials that work with the Company's distribution system but were not previously approved manufacturers.





1 Q. DID THE COMPANY'S POLE LAYDOWN YARDS HELP FACILITATE

THE DELIVERY OF POLES IN HURRICANE BERYL RESTORATION

3 EFFORTS?

A. Yes. Pole laydown yards were positioned around the service territory to expedite a crew's ability to pick poles up and get them close to the locations where they needed to be installed. Additionally, contract pole trucks were brought on site to help with movement of poles across the service territory, ensuring that the correct poles were available to crews as needed. As needs shifted from primary distribution poles to secondary distribution poles, the Company's contract pole trucks shifted poles around the Company's service territory to ensure that crews had the proper size and/or pole material type for the work they were assigned as restoration activities shifted from primary circuits to secondary circuits. This approach is consistent with the Company's response to the recent May 2024 EOP Storms.

1 Figure CAK-38 Beryl - BASF Staging Site Material Area with Poles



Figure CAK-39 Beryl - Pole Delivery



1 Q. HOW WERE TRANSFORMERS DELIVERED TO NECESSARY

2 LOCATIONS IN SUPPORT OF HURRICANE BERYL RESTORATION?

A. Overhead and underground transformers were strategically located at staging sites for Hurricane Beryl. By having the transformers at the primary material staging sites, they were readily available for crews. This approach was consistent with the approach for the May 2024 EOP Storms.

Figure CAK-40 Beryl - Manvel ISD Staging Site Material Area Overhead
Transformers

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9 Q. DID THE COMPANY UTILIZE ANY CONTRACT RESOURCES TO 10 HELP WITH MATERIAL LOGISTICS IN SUPPORT OF HURRICANE 11 BERYL RESTORATION?

12 A. Yes. For Hurricane Beryl, the primary material delivery contractor was Ardmore
13 Logistics. In addition, Front-Line Power was utilized to transfer poles to the

1		appropriate locations. This approach was consistent with the approach for the May
2		2024 EOP Storms.
3	Q.	WHAT WAS THE PROCESS FOR CREWS TO RETURN UNUSED
4		MATERIALS WHEN THE STAGING SITE WAS SCHEDULED TO BE
5		CLOSED?
6	A.	For Hurricane Beryl, material was kept available for use by contractors while a
7		staging site was active. Contractors were asked to return all unused materials once
8		they received notice the staging site was being demobilized. Crates were set up to
9		receive material returned from crews. Upon demobilization, the materials were
10		palletized, wrapped and prepared for safe transport back to the Company's
11		warehouses. This approach was consistent with the approach for the May 2024
12		EOP Storms.
13	Q.	WERE COSTS FOR ANY OF THE UNUSED MATERIALS CHARGED
14		AGAINST EOP WORK ORDERS FOR HURRICANE BERYL?
15	A.	No, all unused material was counted and returned to inventory as part of the
16		demobilization process after Hurricane Beryl.
17	Q.	DID THE COMPANY UTILIZE CONTRACTORS TO PICK UP UNUSED
18		MATERIALS THAT WERE REMAINING AT STAGING SITES AND
19		LAYDOWN YARDS AFTER SERVICE RESTORATION WAS
20		COMPLETE FOR HURRICANE BERYL?
21	A.	Yes, material was loaded by CenterPoint Houston material handlers onto Ardmore
22		Logistics trucks and returned to the assigned warehouses. Front-Line Power trucks
23		were used to haul poles from pole laydown yards back to CenterPoint Houston

1		locations. This approach was consistent with the approach for the May 2024 EOP
2		Storms.
3		3. Logistics Procurement Unit
4	Q.	DESCRIBE THE APPROACH TO PROVIDE FOOD AND BEVERAGES
5		TO EMPLOYEES AND THIRD-PARTY RESOURCES ENGAGED IN THE
6		HURRICANE BERYL RESTORATION EFFORT.
7	A.	The Logistics Procurement Unit supplied food and beverages for those supporting
8		Hurricane Beryl restoration efforts. For staging sites, the Company employed turn-
9		key providers to supply the catering provisions for a served hot breakfast and hot
10		dinner while lunch was provided in a boxed lunch to be picked up by the crews,
11		typically at breakfast. Turn-key providers, or in some cases the Logistics
12		Procurement Unit, supplied snacks, water, ice, and energy drinks to ensure
13		hydration.

1 Figure CAK-41 Beryl – Fort Bend County Fairground HVAC Food Tent



Figure CAK-42 Beryl – Fort Bend County Fairground HVAC Food Tent









For service centers and other CNP work locations that participated in restoration efforts, the Company utilizes turn-key providers, catering companies, and/or local restaurants to provide meals consisting of a hot breakfast, boxed lunches, and hot dinners that were provided daily. Turn-key providers, or in some cases the Logistics Procurement Unit, supplied snacks, water, ice, and energy drinks to ensure hydration. This approach was consistent with the approach for the May 2024 EOP Storms.



1 Figure CAK-44 Beryl - Central Hydration Supply

Q. WHAT STEPS DID THE COMPANY TAKE TO SECURE FOOD AND BEVERAGES IN ADVANCE OF HURRICANE BERYL?

- A. The Company was able to arrange catering needs prior to Hurricane Beryl's landfall through contracts with its turn-key suppliers. Additionally, the Company maintains connections with local catering companies to address any arising needs. This approach was consistent with the approach for the May 2024 EOP Storms.
- 8 Q. HOW WERE TURN-KEY PROVIDERS ABLE TO QUICKLY AND
 9 EFFICIENTLY MOBILIZE STAGING SITES IN SUPPORT OF
 10 HURRICANE BERYL?
- 11 A. Turn-key providers were able to quickly mobilize staging sites because the
 12 Logistics Procurement Unit negotiated and established multi-year agreements as
 13 part of general emergency preparedness efforts. This enabled the Company to

1		secure turn-key providers quickly and for the providers to efficiently set up staging
2		sites without having to negotiate individual contracts right before or in the
3		immediate aftermath of a storm.
4	Q.	HOW WERE MUTUAL ASSISTANCE AND CONTRACTOR RESOURCES
5		ABLE TO QUICKLY AND EFFICIENTLY BE DEPLOYED TO
6		DAMAGED PARTS OF CENTERPOINT HOUSTON'S SYSTEM
7		FOLLOWING HURRICANE BERYL?
8	A.	CenterPoint Houston uses two types of resources for system restoration purposes:
9		MA resources and contractor resources. MA and contractor resources are governed
10		by two different types of agreements.
11 12 13 14 15 16 17		• MA Resources - when CenterPoint Houston secures resources from MA utilities, the process is covered by a memorandum of understanding or volunteer agreement. The terms of this agreement are based on guidelines established in the Edison Electric Institute's ("EEI's") Mutual Assistance Agreement. The SEE utilizes the EEI Agreement and SEE guidelines. The agreement identifies the responsibilities of the sending utility and the receiving utility, when costs start and stop accruing, the rate of pay, and the process to cover their expenditures.
19 20 21 22 23 24 25		 <u>Contractor Resources</u> - CenterPoint Houston has pre-established master services agreements ("MSA") in place with a number of utility contractors that provide linemen, damage assessment services, and VM resources. Upon resource acquisition, a statement of work or an amendment was executed. In instances where a pre-established MSA was not in place, but resources were secured to support Hurricane Beryl, procurement would execute a term sheet specific to the storm.
26		This approach was followed consistent with the May 2024 EOP Storms. For details
27		on deployment and utilization of resources refer to Messrs. Mercado's and Pryor's
28		direct testimonies.

1 Q. HOW WERE MUTUAL ASSISTANCE AND CONTRACTOR RESOURCES

ENGAGED AND AT WHAT RATES?

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MA and contractor resources were engaged by Operations to align resource needs to support system restoration efforts. Procurement was notified by Operations of the need to complete a Statement of Work in support of the storm. Resource engagement followed a sequential approach—beginning with on-premises contractors under existing pre-negotiated rates, followed by MA resources from peer utilities at pass-through costs based on established MA agreements.

As the scope of required resources expanded beyond those available from these two groups, outreach was made to additional contractor resources. Due to the critical urgency of restoration efforts and the need to expedite resource mobilization, storm restoration rates submitted by qualified contractor resources were accepted as presented. This approach is consistent with the Company's emergency response protocols and aligned with the rate practices used during the May 2024 EOP Storms.

Q. DID PROCUREMENT VALIDATE WHETHER MUTUAL ASSISTANCE AND CONTRACTOR RESOURCES CONTRACTS WERE IN PLACE?

Yes, the Company focused on prioritizing timely acquisition of resources while ensuring contract compliance. Procurement validated a contract was in place with contractors that were engaged, and if necessary, took action to implement a new contract or amend to reflect appropriate information applicable to system restoration efforts.

1	Q.	HOW WAS CENTERPOINT HOUSTON ABLE TO TIMELY SOURCE
2		SERVICES, EQUIPMENT AND/OR MATERIALS TO SUPPORT
3		HURRICANE BERYL RESTORATION EFFORTS?
4	A.	The Company pre-established emergency response agreements with suppliers of
5		services, equipment, and/or materials to source the needs quickly and efficiently.
6		Examples include, but are not limited to, fuel, environmental services, fleet and
7		equipment, telecommunications, security, and logistics transportation. If additional
8		services or equipment and/or materials were needed to support system restoration,
9		the Logistics Procurement Unit assisted with securing them. This approach was
10		consistent with the approach for the May 2024 EOP Storms.
11		4. Fleet and Fuel Unit
12	Q.	DESCRIBE THE TRANSPORTATION ARRANGEMENTS THAT WERE
13		NECESSARY TO RESPOND TO HURRICANE BERYL.
14	A.	Fleet obtained light fleet vehicle rentals from rental agencies (pickup trucks, cars
15		and SUVs) to aid with staging site logistics, Foreign Crew Coordinators, Corporate
16		Security and Crew Spokespersons.
17	Q.	DESCRIBE THE FUEL SERVICES PROVIDED DURING HURRICANE
18		BERYL RESTORATION EFFORTS.
19	A.	For Hurricane Beryl, service center fuel tanks were monitored continuously and
20		topped off each day by suppliers. Fuel was also provided for contractors at
21		Company service centers to make fueling more efficient. During the Hurricane
22		Beryl restoration, staging sites were assigned a fuel provider that sourced fuel and
23		wet hosing, which is mobile on-site fueling for MA, DA, and VM crew vehicles
24		and equipment as well as for vehicles and equipment that were dedicated to the

1		staging sites. This approach was consistent with the approach for the May 2024
2		EOP Storms.
3	Q.	WHAT CHALLENGES DID THE COMPANY FACE IN ACQUIRING OR
4		PROVIDING FUEL DURING HURRICANE BERYL RESTORATION
5		EFFORTS?
6	A.	There were no challenges faced with acquiring or providing fuel for Hurricane
7		Beryl.
8		5. Lodging and Bussing Unit
9	Q.	DID CENTERPOINT HOUSTON PROVIDE LODGING FOR PERSONNEL
10		RESOURCES BROUGHT INTO HOUSTON TO SUPPORT THE
11		RESTORATION EFFORT FOR HURRICANE BERYL?
12	A.	Yes. Providing lodging was a necessary part of the restoration effort. CenterPoint
13		Houston secured 5,600 to 12,000 total hotel beds nightly and 5,800 man-camp beds
14		nightly to support the restoration efforts.
15	Q.	WHO WERE THE RECIPIENTS OF LODGING PROVIDED BY THE
16		COMPANY DURING HURRICANE BERYL RESTORATION?
17	A.	Lodging at hotels and man-camps were provided to linemen, DA and VM crews as
18		well as other contractors. Additionally, Company employees supporting the
19		restoration efforts were able to utilize hotel rooms in certain circumstances such as
20		an employee living far from their assigned storm response location needing to be
21		on call and readily available to report for their storm response duties. This approach
22		was consistent with the approach for the May 2024 EOP Storms.

1	Q.	WHAT STEPS DID THE COMPANY TAKE TO PREPARE FOR
2		LODGING FOR HURRICANE BERYL RESTORATION?
3	A.	The Company maintains a relationship with a national hotel acquisition company,
4		HelmsBriscoe, who acquires hotel rooms on the Company's behalf. On July 7,
5		2024, the Lodging and Bussing Unit began dialogue with HelmsBriscoe to begin
6		securing rooms to support the restoration efforts. As the damage assessment results
7		were becoming known to the Company, the Lodging and Bussing Unit coordinated
8		with HelmsBriscoe to continue to acquire the required number of hotel rooms. This
9		approach was consistent with the approach for the May 2024 EOP Storms.
10	Q.	DID THE COMPANY HAVE CHALLENGES REGARDING LODGING
11		DURING HURRICANE BERYL RESTORATION?
12	A.	Yes, there were challenges securing sufficient lodging during Hurricane Beryl.
13	Q.	WHAT DID THE COMPANY DO TO ACQUIRE ADDITIONAL LODGING
14		FOR HURRICANE BERYL?
15	A.	When it became evident that available hotel rooms near staging sites would be
16		constrained due to the breadth of the storm impacts, the Company mobilized man-
17		camps located close to storm-impacted areas to accommodate linemen, DA, and
18		VM crews. The Lodging and Bussing Unit worked in close coordination with the
19		Staging Site Unit to determine if, when, and where to deploy temporary man-camps
20		to support the restoration efforts. This approach was consistent with the approach
21		for the May 2024 EOP Storms.

Figure CAK-45 Beryl - Pasadena Man-Camp



Figure CAK-46 Beryl - Lake Jackson Man-Camp



1 Figure CAK-47 Beryl - Lake Jackson Man-Camp



Figure CAK-48 Beryl - Tomball Man-Camp Logistics Solutions Site





1 Figure CAK-49 Beryl - Tomball Man-Camp Logistics Solutions Site

2 Q. HOW MANY MAN-CAMPS AND/OR COT FACILITIES DID

- 3 CENTERPOINT HOUSTON ESTABLISH FOR HURRICANE BERYL?
- 4 A. For Hurricane Beryl, four man-camps were established to provide temporary
- 5 sleeping arrangements: Pasadena Fairgrounds, Freedom Field, Lake Jackson and
- 6 Tomball ISD.
- 7 Q. WHAT DID CENTERPOINT HOUSTON DO TO ACQUIRE BUSSES TO
- 8 GET PERSONNEL AND CREWS TO AND FROM AVAILABLE
- 9 **LODGING FOR HURRICANE BERYL RESTORATION?**
- 10 A. The Company maintains existing charter agreements with local transportation
- 11 companies who support day-to-day business needs as well as during emergency
- restoration efforts. In addition, Metro provided busses which were used to support

1		moving crews from their staging sites to man-camp lodging accommodations. The
2		Company began reaching out to bus companies on July 7, 2024, to secure busses.
3		Busses were available at the staging sites from 5:00 p.m. to approximately 10:00
4		p.m., or when the last crew left the staging site to bring resources to their assigned
5		lodging. Busses picked up crews beginning at 5:00 a.m. each morning during
6		restoration efforts to bring resources to their assigned staging site. In total, the
7		Company secured 233 busses to transport crews between lodging and staging sites.
8		This approach was consistent with the approach for the May 2024 EOP Storms.
9	Q.	DID THE COMPANY HAVE CHALLENGES REGARDING BUSSING
10		DURING HURRICANE BERYL RESTORATION?
11	A.	Generally, there were no challenges regarding busses. Occasionally, there were
12		crews that experienced longer wait times and/or crowded busses.
13		6. Security Unit
14	Q.	WHAT STEPS DID THE COMPANY TAKE TO ENSURE SECURITY
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		AMONG THE COMPANY'S EMPLOYEES AND THE CONTRACT
16		AMONG THE COMPANY'S EMPLOYEES AND THE CONTRACT PERSONNEL DURING HURRICANE BERYL RESTORATION
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	A.	PERSONNEL DURING HURRICANE BERYL RESTORATION
17	A.	PERSONNEL DURING HURRICANE BERYL RESTORATION EFFORTS?
17 18	A.	PERSONNEL DURING HURRICANE BERYL RESTORATION EFFORTS? To support Hurricane Beryl, the Security Unit deployed previously identified and
17 18 19	A.	PERSONNEL DURING HURRICANE BERYL RESTORATION EFFORTS? To support Hurricane Beryl, the Security Unit deployed previously identified and trained Company site security coordinators, as well as uniformed security guards
17 18 19 20	A.	PERSONNEL DURING HURRICANE BERYL RESTORATION EFFORTS? To support Hurricane Beryl, the Security Unit deployed previously identified and trained Company site security coordinators, as well as uniformed security guards and contracted off-duty uniformed police officers, to staging sites, laydown yards,
17 18 19 20 21	A.	PERSONNEL DURING HURRICANE BERYL RESTORATION EFFORTS? To support Hurricane Beryl, the Security Unit deployed previously identified and trained Company site security coordinators, as well as uniformed security guards and contracted off-duty uniformed police officers, to staging sites, laydown yards, and Company service centers. At staging sites and laydown yards, the Security

- uniformed police officers were posted at the Company's service centers.

 Uniformed security guards and/or contracted uniformed police officers remained at staging sites and laydown yards until demobilization was complete and all equipment and personnel were removed and accounted for.
- 5 Q. WAS ADDITIONAL SECURITY NECESSARY TO RESPOND TO
- 6 **HURRICANE BERYL?**

- 7 A. Yes. Uniformed security guards and contracted uniformed police officers were 8 required to facilitate the additional security coverage needs at the staging sites. 9 Additionally, a higher level of certified security personnel (Level IV Personal Protection Officers) were utilized during the restoration efforts due to threats to 10 Company employees and contractors, which required heightened security 11 12 measures.² Despite the numerous threats, the Company fortunately did not 13 experience serious harm to any employees or third-parties during Hurricane Beryl restoration efforts. 14
 - 7. Telecommunications Unit
- 16 Q. HOW WAS THE TELECOMMUNICATIONS UNIT ABLE TO
 17 EFFICIENTLY ESTABLISH CONNECTIVITY AT THE STAGING SITES
 18 TO SUPPORT HURRICANE BERYL RESTORATION EFFORTS?
- 19 A. Utilizing established telecommunications staging site kits enabled timely 20 telecommunications set-up at the staging sites. During the course of Hurricane

² NPR, "Repair crews face threats in Houston by those still without power a week after Beryl," https://www.npr.org/2024/07/17/nx-s1-5043279/beryl-houston-repair-crews-face-threats-still-without-power (Jul. 17, 2024); KHOU 11, "'Please God, stop harassing these people' | County leaders, law enforcement call for end to threats against crews restoring power," https://www.khou.com/article/weather/hurricane/beryl/threats-centerpoint-energy-crews-restoring-power-hurricane-beryl/285-b3ea76a0-98ab-448f-ba54-5d0fa96d9ef4 (Jul. 14, 2024).

1	Beryl restoration efforts, the Telecommunication Unit was able to secure additional
2	telecommunications related equipment to support the mobilization of additional
3	staging sites.

8. **Environmental Unit**

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5 Q. WHAT ENVIRONMENTAL SUPPORT WAS PROVIDED DURING THE 6 ESTABLISHMENT OF STAGING SITES FOR HURRICANE BERYL?

Once the determination was made to mobilize staging sites and the staging site locations were selected, the Environmental Unit assisted in staging site preparation by inspecting the staging sites and documenting environmental concerns such as pre-existing spills, stains, and dumped or abandoned materials prior to our crews or materials occupying the staging sites. If time did not allow for an environmental inspection prior to staging site occupation, the Environmental Unit performed the inspection as the staging site was receiving crews and materials or as soon as reasonably possible thereafter. Environmental concerns identified prior to, or during, the occupation of a staging site were documented. This approach was consistent with the approach for the May 2024 EOP Storms.

WHAT ENVIRONMENTAL SUPPORT WAS PROVIDED AT STAGING 0. 18 SITES DURING THE SYSTEM RESTORATION EFFORTS FOR 19 **HURRICANE BERYL?**

During operation of a staging site, the Environmental Unit contracted with vendors to supply waste bins to contain debris generated from repair of Company infrastructure and brought back to the staging sites. The Environmental Unit also arranged for disposal of the repair debris and ensured that an adequate and steady supply of bins was provided to the staging sites. In addition to managing waste and debris, the Environmental Unit also performed routine inspections of staging sites to ensure ongoing environmental compliance. In the event of a spill or release, the Environmental Unit dispatched a spill cleanup supplier to complete the cleanup of the impacted area. This approach was consistent with the approach for the May 2024 EOP Storms.





Figure CAK-51 – Environmental Waste Bins



Figure CAK-52 – Environmental Waste Bins





1 Figure CAK-53 Beryl – Scrap Metal Recycling Bins

2 Q. WHAT ENVIRONMENTAL SUPPORT WAS PROVIDED AT 3 CENTERPOINT HOUSTON'S SERVICE CENTERS DURING THE 4 SYSTEM RESTORATION EFFORTS FOR HURRICANE BERYL?

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As damaged transformers were brought back to the service centers from the field, the Environmental Unit supported the Logistics and Materials Unit in identifying and disposing of the damaged transformers. The Environmental Unit also helped coordinate the disposal of damaged transformer mineral oil impacted debris brought back to the service centers from the field. This approach was consistent with the approach for the May 2024 EOP Storms.

1 Q. WHAT ENVIRONMENTAL IMPACTS DID THE COMPANY HAVE TO

2 ADDRESS AS A RESULT OF HURRICANE BERYL?

A. Hurricane Beryl caused a total of 181 spills from mineral oil filled electrical equipment. The Environmental Unit coordinated the clean-up of those spills and proper disposal of all oily debris that was generated by contractor spill clean-up crews.

9. Facilities Unit

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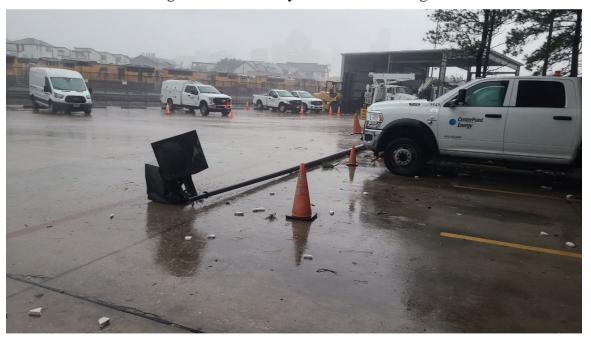
16

A.

Q. WERE COMPANY FACILITIES DAMAGED BY HURRICANE BERYL?

Yes, there was damage at Company facilities. Damaged facilities included the Addicks Operations Center and the following service centers: Baytown, Bellaire, Brazoria, Cypress, Galveston, Greenspoint, Greenspoint Annex, Harrisburg, Katy, and Spring Branch. For example, the hurricane force winds broke windows and tore a portion of the roof off the Greenpoint Service Center and blew ceiling tiles and light fixtures out at Harrisburg & Spring Branch Service Centers. The Facilities Unit also addressed damaged generators and switchgear and performed the requisite repair measures to ensure personnel could work safely.

Figure CAK-54 Beryl - Facilities Damage



2 Figure CAK-55 Beryl - Facilities Damage



1		10. Internal Logistics Section Resources Group
2	Q.	DID THE INTERNAL LOGISTICS SECTION RESOURCES GROUP
3		PROVIDE SUPPORT FOR THE HURRICANE BERYL RESTORATION
4		EFFORTS?
5	A.	Yes, the Internal Logistics Section Resources group (Logistics Coordinators, EOP
6		Logistics Resource Backup Support and EOP Logistics Financial Reporting)
7		performed their responsibilities as defined earlier in the testimony.
8	Q.	DID THE EOP LOGISTICS RESOURCE BACKUP SUPPORT TEAM,
9		WITHIN THE INTERNAL LOGISTICS SECTION RESOURCES GROUP,
10		EXPERIENCE ANY CHALLENGES SUPPORTING THE RESTORATION
11		EFFORTS FOR HURRICANE BERYL?
12	A.	Yes, due to the breadth of the Company's service territory that was impacted and
13		the number of staging sites that were necessary, the EOP Logistics Resource
14		Backup Support team had to secure resources to help support the restoration efforts.
15		They leveraged CNP affiliate employees for the numerous roles they were asked to
16		fill to provide additional support. Examples include fuel coordinators, hotel
17		coordinators, and staging site managers, among others.
18		D. Logistics Section Demobilization After Hurricane Beryl
19	Q.	WHEN DID THE LOGISTICS UNITS BEGIN DEMOBILIZATION
20		EFFORTS RELATED TO HURRICANE BERYL?
21	A.	On July 18, 2024, the Operations Section Chief requested that the Logistics Section
22		commence demobilization efforts for staging sites, man-camps, and laydown yards
23		in a phased approach. Two staging sites, Sam Houston Racetrack and Reed Road,
24		were requested to be kept open longer to support line and VM resources.

1 Q. WHAT SERVICES WERE PROVIDED AT STAGING SITES AFTER

- 2 JULY 19, 2024, RELATED TO HURRICANE BERYL?
- 3 A. After July 19, 2024, the Logistics Section provided Level III staging site services
- 4 at Sam Houston Racetrack and Reed Road to support the restoration of localized
- 5 outages in the hardest hit areas that needed to be addressed. Examples of the
- 6 services provided included telecommunications, materials, ice, water, beverages,
- 7 and security. Specifically, Sam Houston Racetrack was operational through
- 8 August 20, 2024, and Reed Road was operational through September 12, 2024.
- 9 Demobilization efforts commenced on August 20, 2024, for Sam Houston
- 10 Racetrack and September 12, 2024, for Reed Road.

11 Q. WHAT ENVIRONMENTAL SUPPORT WAS PROVIDED DURING

- 12 **DEMOBILIZATION FROM HURRICANE BERYL?**
- 13 A. After each staging site was demobilized and all materials and debris removed, the
- 14 Environmental Unit, or one of its spill cleanup vendors, inspected the site for
- releases or remaining solid waste and removed the material in accordance with all
- applicable environmental laws. After each staging site was cleaned and prior to
- 17 returning the property to the owner, a final walk-through was performed to
- document the condition of each property. This approach was consistent with the
- approach for the May 2024 EOP Storms.

1 2		E. Logistics Section Preparations Immediately in Advance of and After Hurricane Francine
3	Q.	HOW DID THE LOGISTICS SECTION PREPARE FOR HURRICANE
4		FRANCINE?
5	A.	Similar to Hurricane Beryl, the advanced planning by the Logistics Section and the
6		timely decision to mobilize the Logistics Section and related support resources was
7		critical to enabling the Logistics Section to commence mobilization to support
8		anticipated Hurricane Francine impacts.
9	Q.	WHEN WAS THE LOGISTICS SECTION LEADERSHIP NOTIFIED OF
10		ACTIVATION TO SUPPORT HURRICANE FRANCINE RESTORATION
11		EFFORTS?
12	A.	Notification was provided to the Logistics Section on Friday, September 6, 2024,
13		of the anticipated need to support Hurricane Francine restoration efforts. On
14		September 8, 2024, the EOC was activated, and in the afternoon, an activation call
15		was held with the Logistics Section. All members of the Logistics Unit leadership
16		were on the call to ensure they were informed of the needs of the Logistics Section
17		related to anticipated restoration efforts.
18	Q.	WHICH LOGISTICS SECTION UNITS WERE MOBILIZED FOR
19		HURRICANE FRANCINE?
20	A.	The Logistics Units and the resources (manpower and materials) were mobilized in
21		proportion with the forecasted storm impacts to prepare for Hurricane Francine
22		restoration efforts. Ultimately, the EOP Logistics Resource Backup Support team
23		was the only group not mobilized in Hurricane Francine.

1	Q.	WERE THE LOGISTICS SECTION RESPONSE ACTIVITIES FOR
2		HURRICANE FRANCINE CONSISTENT WITH THE MAY 2024 EOP
3		STORM AND HURRICANE BERYL RESPONSE EFFORTS?
4	A.	Yes, the approach followed for Hurricane Francine emergency response was largely
5		consistent with the approach followed for the May 2024 EOP Storms and as
6		detailed in this filing with Hurricane Beryl. There were also instances where the
7		approach for Hurricane Francine was different from the response for Hurricane
8		Beryl primarily because the emergency storm response needs themselves were
9		different.
10		Exhibit CAK-2 to my testimony includes Hurricane Francine related
11		pictures.
12	Q.	WHAT OCCURRED ONCE THE LOGISTICS SECTION MOBILIZED TO
13		SUPPORT POTENTIAL HURRICANE FRANCINE RESTORATION
14		EFFORTS?
15	A.	On September 7th, the Logistics Procurement Unit contacted turn-key providers to
16		mobilize assets to establish six staging sites. Subsequent to notification and prior
17		to storm landfall, the turn-key providers were on-call to make any necessary
18		adjustments. The Logistics Unit leaders notified additional storm-related suppliers
19		of our support needs, e.g. fuel, vehicle rental, security, facility. On September 9th,
20		the Lodging and Bussing unit contacted the hotel provider to secure and assign
21		rooms. In anticipation of the storm, the turn-key providers and additional storm-
22		related suppliers arrived early on the morning of September 10th to begin the set-
23		up of three staging sites.

1	Q.	WHEN WAS THE LOGISTICS SECTION NOTIFIED TO DEMOBILIZE
2		HURRICANE FRANCINE SUPPORT EFFORTS?
3	A.	As a result of the storm's trajectory shifting, the Operations Section notified the
4		Staging Site Unit on September 11, 2024, that support would no longer be needed
5		and demobilization efforts commenced later that morning.
6	Q.	WHY DID THE LOGISTICS SECTION MOBILIZE FOR HURRICANE
7		FRANCINE?
8	A.	As Mr. Carroll explains, due to the uncertainty around the projected path of
9		Hurricane Francine and Governor Abbott's directive to the Company to ensure it
10		had a sufficient number of pre-staged resources, the Company decided that it was
11		necessary to prepare for the potential impact of the storm. Eventually on
12		September 10, 2024, the storm shifted away from the Texas coast and ultimately
13		made landfall in Louisiana, rendering the Company Logistics Section emergency
14		response efforts no longer necessary. If the storm had not shifted and the impact
15		remained on the Texas Coast, the requisite logistics support was prepared.
16	Q.	HOW MANY STAGING SITES DID CENTERPOINT HOUSTON
17		ESTABLISH TO SUPPORT HURRICANE FRANCINE RESTORATION

18 EFFORTS?

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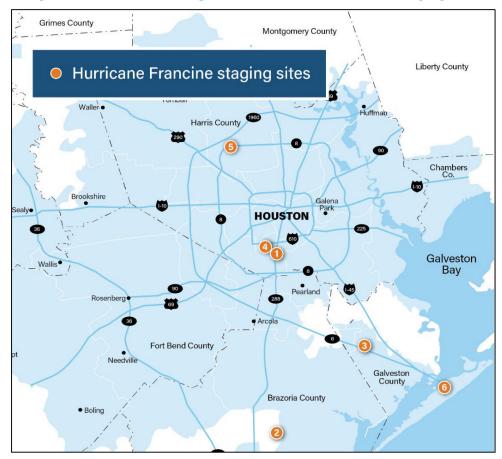
A.

Six Level I staging sites were established to support restoration efforts for Hurricane Francine at the locations shown below in Figure CAK-56. Six Level I sites were appropriate because the storm forecasts indicated that the impacts would be to the south of our service territory and not widespread throughout the Company's service territory. The established Level I staging sites were located at:

- Reed Road
 Brazoria County Fair Grounds
 Galveston Country Fairgrounds
 NRG Astroworld
 Sam Houston Race Track
 - 6. Moody Gardens

7

Figure CAK-56 – Site Map of the Hurricane Francine Staging Sites



8 Q. FOR HURRICANE FRANCINE, WHEN WERE THE STAGING SITES

9 ESTABLISHED, AND WHAT WAS THE CREW CAPACITY?

- 10 A. The table below (Figure CAK-57) shows the date each staging site was established
- in preparation for Hurricane Francine and the capacity of each site.

1	Figure CAK-57 – Hurricane Francine Staging Site with Ca	pacity
(=)		

Staging Site Name	Crews Capacity	Mobilized
Reed Rd	800	10-Sep
Brazoria County Fair Grounds	500	10-Sep
Galveston County Fair Grounds	500	10-Sep
NRG - Astroworld	1000	10-Sep
Sam Houston Race Track	700	10-Sep
Moody Gardens	500	10-Sep

2 Q. WERE THE LOGISTICS SECTION RESPONSE ACTIVITIES FOR

3 HURRICANE FRANCINE CONSISTENT WITH THOSE PERFORMED

4 FOR THE MAY 2024 EOP STORMS AND HURRICANE BERYL?

- 5 A. Yes, the approach followed for Hurricane Francine emergency response was
- 6 consistent with the approach followed for the May 2024 EOP Storms and those
- detailed in this filing for Hurricane Beryl.

8 Q. WERE THE LOGISTICS SECTION RESOURCES MOBILIZED IN

9 SUPPORT OF HURRICANE FRANCINE THE SAME SIZE AND SCALE

10 **AS MOBILIZED IN HURRICANE BERYL?**

- 11 A. No, the anticipated size and scale of Hurricane Francine was anticipated to be
- smaller than Hurricane Beryl's size and scale and therefore resources (manpower,
- materials, and equipment) were planned accordingly.
- F. Logistics Section Preparations Immediately in Advance of and After Winter Storm Enzo

16 Q. HOW DID THE LOGISTICS SECTION PREPARE FOR WINTER STORM

17 **ENZO?**

- 18 A. Just as in Hurricane Beryl and Hurricane Francine, the advance planning by the
- 19 Logistics Section and the timely decision to mobilize the Logistics Section and
- 20 related support resources were critical to enabling the Logistics Section to

- commence mobilization to support potential Winter Storm Enzo restoration efforts in advance of the weather impacts.
- 3 Q. HOW DID THE COMPANY MOBILIZE ITS LOGISTICS SECTION
- 4 PERSONNEL TO PREPARE FOR WINTER STORM ENZO?
- 5 A. Notification was provided to the Logistics Section on January 15, 2025, to ensure 6 Logistics Section leadership was fully aware of the potential storm and affirm their 7 As the storm continued to reflect a significant impact to the 8 Company's service territory, the Logistics Section commenced mobilizing for an 9 emergency response on January 17, 2025. During the activation call, I discussed 10 which Logistics Units would be needed to support a potential Winter Storm Enzo 11 storm response. All members of the Logistics Unit leadership were on the call to 12 ensure they were informed of the needs of the Logistics Section related to restoration efforts. 13
- 14 Q. WHICH LOGISTICS SECTION UNITS WERE MOBILIZED FOR
 15 WINTER STORM ENZO?
- 16 A. The Logistics Units and the resources (manpower and materials) were mobilized in 17 proportion with the forecasted storm impacts in anticipation of Winter Storm Enzo 18 restoration efforts. The EOP Logistics Resource Backup Support team was the only 19 group not mobilized in Winter Storm Enzo.

1	Q.	WERE THE LOGISTICS SECTION RESPONSE ACTIVITIES FOR
2		WINTER STORM ENZO CONSISTENT WITH THE MAY 2024 EOP
3		STORM, HURRICANE BERYL AND HURRICANE FRANCINE
4		RESPONSE EFFORTS?
5	A.	Yes, the approach followed for Winter Storm Enzo emergency response was largely
6		consistent with the approach followed for the May 2024 EOP Storms and as
7		detailed in this filing for Hurricane Beryl and Hurricane Francine. There were also
8		instances where the approach for Winter Storm Enzo was different primarily
9		because the emergency storm response needs themselves were different, e.g. pre-
10		storm mobilization.
11		Exhibit CAK-3 to my testimony includes Winter Storm Enzo related
12		pictures.
13	Q.	WHAT OCCURRED ONCE THE LOGISTICS SECTION MOBILIZED TO
14		SUPPORT POTENTIAL WINTER STORM ENZO RESTORATION
15		EFFORTS?
16	A.	On January 15, 2025, the Logistics Procurement Unit contacted turn-key providers
17		to confirm availability to mobilize assets. As the storm forecasts continued to
18		reflect storm impacts of potential freezing rain, sleet, and snow in the Company's
19		service territory, and the potential weather-related risks to our system, it was
20		determined that three staging sites would be established in advance of the storm.
21		Subsequent to notification and prior to storm impact, the turn-key providers were
22		on-call to make any necessary adjustments. The Logistics Unit leaders notified
23		additional storm-related suppliers of our support needs, e.g., fuel, vehicle rental,

1		security, facility. On January 17th, the Lodging and Bussing unit contacted the
2		hotel provider to secure and assign rooms. Potential weather-related risks to our
3		transmission and distribution systems are discussed in the direct testimonies of
4		Messrs. Carroll, Mercado and Pryor.
5	Q.	WHEN DID THE LOGISTICS SECTION BEGIN MOBILIZATION OF
6		STAGING SITES TO SUPPORT WINTER STORM ENZO RESTORATION
7		EFFORTS?
8	A.	Due to the nature of Winter Storm Enzo, turn-key providers were able to mobilize
9		in advance of the storm. As a result, turn-key providers and additional storm-
10		related suppliers arrived at 6 a.m. on January 20, 2025, to begin the mobilization of
11		three staging sites.
12	Q.	HOW MANY STAGING SITES DID CENTERPOINT HOUSTON
13		ESTABLISH TO SUPPORT WINTER STORM ENZO RESTORATION
14		EFFORTS?
15	A.	Three Level I staging sites were established to support restoration efforts for Winter
16		Storm Enzo at the locations shown below in Figure CAK-58. Three Level I sites
17		were appropriate because the storm forecasts indicated a high risk of freezing rain,
18		sleet, and snow and the resulting impacts would be to the south of the Company's
19		service territory and not widespread throughout the Company's service territory.
20		The established Level I staging sites were located at:



Figure CAK-58 – Site Map of the Winter Storm Enzo Staging Sites

2 Q. FOR WINTER STORM ENZO, WHEN WERE THE STAGING SITES

3 ESTABLISHED, AND WHAT WAS THE CREW CAPACITY?

- 4 A. The table below (Figure CAK-59) shows the date each staging site was established
- 5 in preparation for Winter Storm Enzo restoration efforts and the capacity of each
- 6 site.

7 Figure CAK-59 – Winter Storm Enzo Staging Site with Capacity

Staging Site Name	Crews Capacity	Mobilized	
NRG - Astroworld	2000	20-Jan	
Moody Gardens	500	20-Jan	
Brazoria County Fairgrounds	500	20-Jan	

1	Q.	WERE THE LOGISTICS SECTION RESPONSE ACTIVITIES FOR
2		WINTER STORM ENZO CONSISTENT WITH THE MAY 2024 EOP
3		STORMS, HURRICANE BERYL, AND HURRICANE FRANCINE?
4	A.	Yes, the approach followed for Winter Storm Enzo emergency response was
5		consistent with the approach followed for the May 2024 EOP Storms and those
6		detailed in this filing for Hurricane Beryl and Hurricane Francine.
7	Q.	WERE THE LOGISTICS SECTION RESOURCES MOBILIZED IN
8		SUPPORT OF WINTER STORM ENZO THE SAME SIZE AND SCALE AS
9		MOBILIZED IN HURRICANE BERYL?
10	A.	No, the anticipated size and scale of Winter Storm Enzo was smaller than Hurricane
11		Beryl's size and scale, and therefore resources (manpower, materials, and
12		equipment) were planned accordingly.
13	Q.	WHEN DID THE LOGISTICS SECTION BEGIN DEMOBILIZATION OF
14		STAGING SITES FROM WINTER STORM ENZO RESTORATION
15		EFFORTS?
16	A.	Although our service territory experienced impacts from the winter storm, our
17		transmission and distribution systems were minimally impacted, and restoration
18		efforts occurred rapidly as further discussed in the direct testimonies of Mr.
19		Mercado and Mr. Pryor. On the afternoon of January 21, 2025, the Operations
20		Section notified the Logistics Section that support would no longer be needed, and
21		demobilization efforts commenced on January 22nd.

1 2		G. Logistics Section Responses for Hurricane Francine and Winter Storm Enzo
3		1. Staging Site Unit
4	Q.	DID THE STAGING SITE UNIT PERFORM THE SAME ACTIVITIES
5		FOR THE HURRICANE FRANCINE AND WINTER STORM ENZO
6		RESPONSES THAT WERE PERFORMED FOR HURRICANE BERYL?
7	A.	Yes, generally, the Staging Site Unit performed the same activities for Hurricane
8		Francine and Winter Storm Enzo that were performed for Hurricane Beryl as
9		discussed in this filing, as well as for the May 2024 EOP Storms.
10	Q.	DID THE STAGING SITE UNIT EXPERIENCE ANY CHALLENGES
11		SUPPORTING HURRICANE FRANCINE OR WINTER STORM ENZO
12		PREPARATION AND/OR RESTORATION EFFORTS?
13	A.	Generally, there were no material challenges that the Staging Site Unit experienced
14		for either Hurricane Francine or Winter Storm Enzo emergency response efforts.
15		2. Logistics and Materials Unit
16	Q.	DID THE LOGISTICS AND MATERIALS UNIT EXPERIENCE ANY
17		CHALLENGES SUPPORTING HURRICANE FRANCINE OR WINTER
18		STORM ENZO PREPARATION AND/OR RESTORATION EFFORTS?
19	A.	Generally, there were no material challenges that the Logistics and Materials Unit
20		experienced for either Hurricane Francine or Winter Storm Enzo emergency
21		response efforts.

1	Q.	DID THE COMPANY TAKE PREPARATORY MEASURES TO DELIVER
2		MATERIALS TO STAGING SITES FOR HURRICANE FRANCINE AND
3		WINTER STORM ENZO PREPARATION AND/OR RESTORATION
4		EFFORTS?
5	A.	Yes, as part of the emergency response preparatory measures for Hurricane
6		Francine and Winter Storm Enzo, materials were delivered to the staging sites that
7		were mobilized. For Winter Storm Enzo, the Company was able to deliver
8		materials in advance of the storm's impact.
9	Q.	DID THE COMPANY MAINTAIN STAGING SITE MATERIAL KITS FOR
10		HURRICANE FRANCINE AND WINTER STORM ENZO STAGING
11		SITES?
12	A.	Yes, as noted earlier, the Company has a long-standing practice of maintaining
13		staging site material kits to enable quick deployment. After Hurricane Beryl, the
14		Company re-examined the number of staging site material kits to maintain and
15		decided to increase the number of maintained staging site material kits from eleven
16		to a total of twenty-one. Additionally, the standard kit content was reviewed to
17		incorporate Hurricane Beryl material usage data and was revised. These kits were
18		available for use in September 2024. The kits are maintained in locations
19		throughout the Company's footprint to support timely deployment.

1	Ų.	DID THE COMPANY DELIVER MATERIAL KITS TO THE STAGING
2		SITES IN SUPPORT OF HURRICANE FRANCINE OR WINTER STORM
3		ENZO RESTORATION EFFORTS?
4	A.	Staging site material kits were readily available for but not delivered to the staging
5		sites for Hurricane Francine. For Winter Storm Enzo, material kits were delivered
6		to the staging sites in preparation for restoration efforts.
7	Q.	DID THE COMPANY MAKE A REQUEST TO THE MUTUAL
8		ASSISTANCE EMERGENCY MATERIAL NETWORK FOR HURRICANE
9		FRANCINE OR FOR WINTER STORM ENZO PREPARATION AND/OR
10		RESTORATION EFFORTS?
11	A.	No, CenterPoint Houston did not make a mutual assistance materials request in
12		support of Hurricane Francine or Winter Storm Enzo restoration efforts.
13	Q.	WERE TRANSFORMERS DELIVERED TO STAGING SITES TO
14		SUPPORT HURRICANE FRANCINE OR WINTER STORM ENZO
15		PREPARATION AND/OR RESTORATION EFFORTS?
16	A.	No, overhead and underground transformers were not delivered to the staging sites
17		In the event they were needed to support restoration efforts, the intent was to deliver
18		directly to the job site.

1	Q.	DID THE COMPANY UTILIZE ANY CONTRACT RESOURCES TO
2		HELP WITH MATERIAL LOGISTICS FOR HURRICANE FRANCINE OR
3		WINTER STORM ENZO PREPARATION AND/OR RESTORATION
4		EFFORTS?
5	A.	Yes, just as the Company did for Hurricane Beryl, the primary material delivery
6		contractor was Ardmore Logistics in support of Hurricane Francine and Winter
7		Storm Enzo. This approach is consistent with the approach used for the May 2024
8		EOP Storms and Hurricane Beryl.
9	Q.	WHAT WAS THE PROCESS FOR CREWS TO RETURN UNUSED
10		MATERIALS WHEN THE STAGING SITES WERE SCHEDULED TO BE
11		CLOSED FOR HURRICANE FRANCINE AND WINTER STORM ENZO
12		RESTORATION EFFORTS?
13	A.	No materials were utilized for Hurricane Francine. For Winter Storm Enzo,
14		material was kept available for use by contractors while a staging site was active.
1.5		material was kept available for also by contractors while a staging site was active.
15		During Winter Storm Enzo, the staging site material was not utilized, and the
16		
		During Winter Storm Enzo, the staging site material was not utilized, and the
16		During Winter Storm Enzo, the staging site material was not utilized, and the limited amount of material that was used was issued from Service Center
16 17		During Winter Storm Enzo, the staging site material was not utilized, and the limited amount of material that was used was issued from Service Center warehouses. Upon demobilization, the materials held at staging sites were

1	Q.	WERE COSTS FOR ANY OF THE UNUSED MATERIALS CHARGED
2		AGAINST EOP WORK ORDERS FOR HURRICANE FRANCINE OR
3		WINTER STORM ENZO PREPARATION AND/OR RESTORATION
4		EFFORTS?
5	A.	No, all unused material was counted and returned to inventory as part of the
6		demobilization process after each storm.
7	Q.	DID THE COMPANY UTILIZE CONTRACTORS TO PICK UP UNUSED
8		MATERIALS THAT WERE REMAINING AT STAGING SITES AND
9		LAYDOWN YARDS FOR HURRICANE FRANCINE OR WINTER STORM
10		ENZO PREPARATION AND/OR RESTORATION EFFORTS?
11	A.	Yes, for both Hurricane Francine and Winter Storm Enzo, as part of demobilization,
12		material was loaded by CenterPoint Houston material handlers onto Ardmore
13		Logistics trucks and returned to the assigned warehouses. This approach was
14		consistent with the approach for Hurricane Beryl as discussed in this filing, as well
15		as for the May 2024 EOP Storms.
16		3. Logistics Procurement Unit
17	Q.	DID THE LOGISTICS PROCUREMENT UNIT PERFORM THE SAME
18		ACTIVITIES FOR THE HURRICANE FRANCINE AND WINTER STORM
19		ENZO RESPONSES THAT WERE PERFORMED FOR HURRICANE
20		BERYL?
21	A.	Yes, generally, the Logistics Procurement Unit performed the same activities in the
22		Hurricane Francine and Winter Storm Enzo responses that were performed for
23		Hurricane Beryl as discussed in this filing, as well as for the May 2024 EOP Storms.

1	Q.	WERE EXISTING MUTUAL ASSISTANCE AND CONTRACTOR
2		RESOURCES UTILIZED FOR THE HURRICANE FRANCINE OR
3		WINTER STORM ENZO RESPONSES?
4	A.	Yes, existing MA and contractor resources were primarily utilized to support
5		system restoration efforts for Hurricane Francine and Winter Storm Enzo.
6	Q.	WERE MUTUAL ASSISTANCE AND CONTRACTOR RESOURCES
7		RATES USED FOR THE HURRICANE FRANCINE AND WINTER
8		STORM ENZO RESPONSES CONSISTENT WITH OTHER STORMS?
9	A.	Yes, the rates utilized for the standard work during Hurricane Francine were
10		consistent with those previously applied for the May 2024 EOP Storms and
11		Hurricane Beryl. For Winter Storm Enzo, although it is standard practice for the
12		Company to solicit rates on an annual basis, the Company successfully maintained
13		these established emergency response rates into 2025.
14	Q.	DID THE LOGISTICS PROCUREMENT UNIT EXPERIENCE ANY
15		CHALLENGES SUPPORTING HURRICANE FRANCINE OR WINTER
16		STORM ENZO PREPARATION AND/OR RESTORATION EFFORTS?
17	A.	Generally, there were no material challenges that the Logistics Procurement Unit
18		experienced for either Hurricane Francine or Winter Storm Enzo emergency
19		response efforts.

1		4. Fleet and Fuel Unit
2	Q.	DID THE FLEET AND FUEL UNIT PERFORM THE SAME ACTIVITIES
3		FOR THE HURRICANE FRANCINE AND WINTER STORM ENZO
4		RESPONSES THAT WERE PERFORMED FOR HURRICANE BERYL?
5	A.	Yes, generally, the Fleet and Fuel Unit performed the same activities performed for
6		Hurricane Beryl.
7	Q.	DID THE FLEET AND FUEL UNIT EXPERIENCE ANY CHALLENGES
8		SUPPORTING HURRICANE FRANCINE OR WINTER STORM ENZO
9		PREPARATION AND/OR RESPONSE EFFORTS?
10	A.	Generally, there were no material challenges that the Fleet and Fuel Unit
11		experienced for either Hurricane Francine or Winter Storm Enzo emergency
12		response efforts.
13		5. Lodging and Bussing Unit
14	Q.	DID THE LODGING AND BUSSING UNIT PERFORM THE SAME
15		ACTIVITIES FOR THE HURRICANE FRANCINE AND WINTER STORM
16		ENZO RESPONSES THAT WERE PERFORMED FOR HURRICANE
17		BERYL?
18	A.	Yes, generally, the Lodging and Bussing Unit performed the same activities for
19		Hurricane Francine and Winter Storm Enzo that were performed for Hurricane
20		Beryl as discussed in this filing, as well as for the May 2024 EOP Storms.

1	Q.	DID THE LODGING AND BUSSING UNIT EXPERIENCE ANY
2		CHALLENGES SUPPORTING HURRICANE FRANCINE OR WINTER
3		STORM ENZO PREPARATION AND/OR RESPONSE EFFORTS?
4	A.	Generally, there were no material challenges that the Lodging and Bussing Unit
5		experienced for either Hurricane Francine or Winter Storm Enzo emergency
6		response efforts.
7		6. Security Unit
8	Q.	DID THE SECURITY UNIT PERFORM THE SAME ACTIVITIES FOR
9		THE HURRICANE FRANCINE AND WINTER STORM ENZO
10		RESPONSES THAT WERE PERFORMED FOR HURRICANE BERYL?
11	A.	Yes, generally, the Security Unit performed the same activities for Hurricane
12		Francine and Winter Storm Enzo that were performed for Hurricane Beryl as
13		discussed in this filing, as well as for the May 2024 EOP Storms.
14	Q.	DID THE SECURITY UNIT EXPERIENCE ANY CHALLENGES
15		SUPPORTING HURRICANE FRANCINE OR WINTER STORM ENZO
16		PREPARATION AND/OR RESPONSE EFFORTS?
17	A.	Generally, there were no material challenges that the Security Unit experienced for
18		either Hurricane Francine or Winter Storm Enzo emergency response efforts.

1		7. Telecommunications Unit
2	Q.	DID THE TELECOMMUNICATIONS UNIT PERFORM THE SAME
3		ACTIVITIES FOR THE HURRICANE FRANCINE AND WINTER STORM
4		ENZO RESPONSES THAT WERE PERFORMED FOR HURRICANE
5		BERYL?
6	A.	Yes, the Telecommunications Unit performed the same activities for Hurricane
7		Francine and Winter Storm Enzo that were performed for Hurricane Beryl as
8		discussed in this filing, as well as for the May 2024 EOP Storms.
9	Q.	DID THE TELECOMMUNICATION UNIT EXPERIENCE ANY
10		CHALLENGES SUPPORTING HURRICANE FRANCINE OR WINTER
11		STORM ENZO?
12	A.	Generally, there were no material challenges that the Telecommunication Unit
13		experienced for either Hurricane Francine or Winter Storm Enzo emergency
14		response efforts.
15		8. Environmental Unit
16	Q.	DID THE ENVIRONMENTAL UNIT PERFORM THE SAME ACTIVITIES
17		FOR THE HURRICANE FRANCINE AND WINTER STORM ENZO
18		RESPONSES THAT WERE PERFORMED FOR HURRICANE BERYL?
19	A.	Yes, the Environmental Unit performed the same activities for Hurricane Francine
20		and Winter Storm Enzo that were performed for Hurricane Beryl as discussed in
21		this filing, as well as for the May 2024 EOP Storms.

1	Q.	DID THE ENVIRONMENTAL UNIT EXPERIENCE ANY CHALLENGES
2		SUPPORTING HURRICANE FRANCINE OR WINTER STORM ENZO
3		PREPARATION AND/OR RESPONSE EFFORTS?
4	A.	Generally, there were no material challenges that the Environmental Unit
5		experienced for either Hurricane Francine or Winter Storm Enzo emergency
6		response efforts.
7	Q.	WHAT ENVIRONMENTAL IMPACTS DID THE COMPANY HAVE TO
8		ADDRESS AS A RESULT OF HURRICANE FRANCINE OR WINTER
9		STORM ENZO?
10	A.	There were no spills from mineral oil filled electrical equipment from Hurricane
11		Francine or from Winter Storm Enzo.
12		9. Facilities Unit
13	Q.	DID THE FACILITIES UNIT PERFORM THE SAME ACTIVITIES FOR
14		THE HURRICANE FRANCINE AND WINTER STORM ENZO
15		RESPONSES THAT WERE PERFORMED FOR HURRICANE BERYL?
16	A.	Yes, the Facilities Unit generally performed the same activities for Hurricane
17		Francine and Winter Storm Enzo that were performed for Hurricane Beryl. For
18		Hurricane Francine, advance preparation was performed to ensure that Company
19		facilities were protected from the risk of high winds and flooding. For Winter
20		Storm Enzo, advance preparation was performed to ensure that Company facilities
21		were prepared for the freezing conditions such as insulation of pipes, salting
22		driveways and walkways. Fortunately, neither storm caused damage to the
23		Company's facilities.

1	Q.	DID THE FACILITIES UNIT EXPERIENCE ANY CHALLENGES
2		SUPPORTING HURRICANE FRANCINE OR WINTER STORM ENZO
3		PREPARATION AND/OR RESPONSE EFFORTS?
4	A.	Generally, there were no material challenges that the Facilities Unit experienced
5		for either Hurricane Francine or Winter Storm Enzo emergency response efforts.
6		10. Internal Logistics Section Resources Group
7	Q.	DID THE INTERNAL LOGISTICS SECTION RESOURCES GROUP
8		PERFORM THE SAME ACTIVITIES FOR THE HURRICANE FRANCINE
9		AND WINTER STORM ENZO RESPONSES THAT WERE PERFORMED
10		FOR HURRICANE BERYL?
11	A.	Generally, the Internal Logistics Section Resources Group performed the same
12		activities for Hurricane Francine and Winter Storm Enzo that were performed for
13		Hurricane Beryl as discussed in this filing, as well as for the May 2024 EOP Storms.
14		The Logistics Coordinators and EOP Logistics Financial Reporting Group
15		performed activities in support of Hurricane Francine and Winter Storm Enzo
16		preparedness activities. However, because Hurricane Francine shifted and did not
17		make landfall in Houston, the support from the EOP Logistics Resource Backup
18		Support Group was ultimately not needed.
19	Q.	DID THE INTERNAL LOGISTICS SECTION RESOURCES GROUP
20		EXPERIENCE ANY CHALLENGES SUPPORTING HURRICANE
21		FRANCINE OR WINTER STORM ENZO PREPARATION AND/OR
22		RESPONSE EFFORTS?
23	A.	Generally, there were no material challenges that the Facilities Unit experienced
24		for either Hurricane Francine or Winter Storm Enzo emergency response efforts.

2		Winter Storm Enzo
3	Q.	WHEN DID THE LOGISTICS UNITS BEGIN DEMOBILIZATION
4		EFFORTS RELATED TO HURRICANE FRANCINE?
5	A.	On September 10, 2024, the Operations Section Chief requested that the Logistics
6		Section commence demobilization efforts of five staging sites (Reed Road,
7		Galveston County Fairgrounds, NRG - Astroworld, Sam Houston Race Track, and
8		Moody Gardens). Notice of demobilization for Brazoria County Fairgrounds was
9		provided on September 11, 2024.
10	Q.	WHEN DID THE LOGISTICS UNITS BEGIN DEMOBILIZATION
11		EFFORTS RELATED TO WINTER STORM ENZO?
12	A.	On January 21, 2025, in the afternoon, the Operations Section Chief requested that
13		the Logistics Section commence demobilization efforts for the staging sites (NRG
14		- Astroworld, Moody's and Brazoria County Fairgrounds).
15		IV. NON-LOGISTICS SUPPORT RESOURCES COSTS
16	Q.	ARE THE NON-LOGISTICS SUPPORT RESOURCES COSTS
17		EMPLOYEES OF CENTERPOINT HOUSTON AND ITS AFFILIATES?
18	A.	Yes, the personnel costs from non-logistics support resources roles are either
19		CenterPoint Houston or affiliate employees assigned to non-logistics support roles
20		necessary for restoration efforts, e.g., crew spokespersons, safety, incident
21		command and general staff, Governmental and State liaison. Depending on the
22		severity of the storm, the Company may utilize resources from outside of Texas.
23		Therefore, CenterPoint Houston incurred affiliate costs for employees who worked

1		to support restoration efforts. For details on the non-logistics activities refer to the
2		direct testimonies of Messrs. Carroll, Mercado, and Pryor.
3		V. LOGISTICS SECTION AND NON-LOGISTICS SUPPORT RESTORATION COSTS
5	Q.	WOULD THE LOGISTICS SECTION AND NON-LOGISTICS SUPPORT
6		RESOURCES SEEK TO SUPPORT RESTORATION EFFORTS JUST AS
7		QUICKLY IF THE COMPANY'S SYSTEM IS THREATENED OR
8		AFFECTED BY EVENTS IN THE FUTURE WHOSE MAGNITUDE IS
9		SIMILAR TO HURRICANE BERYL, HURRICANE FRANCINE OR
10		WINTER STORM ENZO?
11	A.	Yes, the goal of the Logistics Section and non-logistics support resources is to
12		support the safe and orderly restoration of electric facilities after an emergency in
13		the shortest possible time through pre-planned preparation activities. For the
14		Logistics Section, it also includes the efficient use of logistics contracted personnel,
15		equipment, and materials throughout a restoration event.
16	Q.	GENERALLY, HOW DO THE LOGISTICS COSTS AN ELECTRIC
17		UTILITY INCURS DURING AN EMERGENCY COMPARE TO COSTS
18		FOR SIMILAR SERVICES DURING NORMAL OPERATIONS?
19	A.	Generally, the costs incurred during an emergency are higher compared to costs for
20		similar services during normal operations. Mobilization of equipment and
21		resources to assist with restoration efforts within the Logistics Section does not
22		happen without a significant effort and an associated cost.
23		For example, there are increased costs associated with fueling services and
24		logistics transportation services in comparison to services that occur in the normal

1		course of business, and the level of overtime hours required of the resources
2		committed to safely restoring service as quickly as possible is higher during
3		restoration conditions compared to typical operations.
4		This increased cost was reasonable as the Company took the appropriate
5		measures to safely and quickly prepare for and restore service, when looking at the
6		offsetting the impact to customers and considering the overall economic
7		implications that transpire when electric resources and the industries that they
8		support are unavailable.
9	Q.	WHAT ARE THE TOTAL LOGISTICS SECTION AND NON-LOGISTICS
10		SUPPORT RESOURCES COSTS THAT CENTERPOINT HOUSTON
11		INCURRED AS OF MARCH 31, 2025, AS A RESULT OF HURRICANE
12		BERYL, HURRICANE FRANCINE, AND WINTER STORM ENZO?
13	A.	CenterPoint Houston has incurred approximately \$250.2 million in logistics section
14		and non-logistics support related costs due to Hurricane Beryl, Hurricane Francine,
15		and Winter Storm Enzo. This reflects the costs detailed throughout my testimony
16		related to supporting the preparation and restoration efforts from a logistical and
17		non-logistical standpoint for CenterPoint Houston. Mr. Carroll and Mr. Wright
18		address these and other restoration costs in more detail in their direct testimonies
19		and Mr. Wright explains how these costs were validated and functionalized.
20	Q.	WHAT ARE THE COST CATEGORIES THAT MAKE UP THE TOTAL
21		LOGISTICS SECTION AND NON-LOGISTICS SUPPORT COSTS?
22	A.	Figure CAK-60 below provides the logistics section and non-logistics support costs
23		for Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo. In addition,

- 1 Mr. Mercado and Mr. Pryor discuss transmission and distribution related costs,
- 2 respectively.

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Figure CAK-60 – System Restoration Costs (SRCs) for
 Logistics and Non-Logistics

Cost Category	SRCs (millions)	
Payroll	\$ 15.6	
Contract Services	4.9	
Logistics	178.0	
Materials & Supplies	31.5	
Fleet/Fuel/Transportation	20.2	
Total Incurred	\$ 250.2	

5 Q. WHAT IS INCLUDED IN EACH COST CATEGORY FOR LOGISTICS

6 SECTION AND NON-LOGISTICS SUPPORT RELATED COSTS?

7 A. Figure CAK-61 provides a list of the types of costs included in each category.

Figure CAK-61 – Cost Categories and Descriptions

Cost	Description
Category	
Payroll	Non-Operational CenterPoint Houston personnel
	and affiliate labor
Contractor Services	Environmental, material handler contractors, other
	contract resources, rental and lease equipment
Logistics	Staging Site Related, Lodging and Bussing,
	Security, Facilities, and Employee Expenses
Materials & Supplies	Restoration materials, courier, freight
Fleet/Fuel/ Transportation	Fleet, Fuel, Rental Vehicles

1		A. Payroll
2	Q.	WHAT IS INCLUDED IN THE PAYROLL/INTERNAL LABOR COST
3		CATEGORY RELATED TO LOGISTICS SECTION AND NON-
4		LOGISTICS SUPPORT ROLES?
5	A.	This includes the cost for non-operational CenterPoint Houston and affiliate
6		personnel who were responsible for support tasks necessary for the preparation
7		and/or restoration of service related to Hurricane Beryl, Hurricane Francine, and
8		Winter Storm Enzo. This cost includes labor, payroll taxes (Social Security,
9		Medicare and Unemployment) and benefits (medical, life, dental and vision
10		insurance, savings plan and retirement).
11	Q.	DOES CENTERPOINT HOUSTON ASSIGN EMERGENCY RESPONSE
12		ROLES TO EMPLOYEES TO SUPPORT THE RESTORATION EFFORT?
13	A.	Yes. As explained by Mr. Carroll, the Company assigns emergency response roles
14		to a significant number of Texas-area employees. Assignments are given to non-
15		operational CenterPoint Houston and affiliate employees to support restoration
16		efforts. Additionally, if more resources are needed, the Company utilizes resources
17		from non-Texas areas.
18	Q.	TO WHAT EXTENT DID CENTERPOINT HOUSTON RELY ON
19		CENTERPOINT HOUSTON NON-OPERATIONAL AND AFFILIATE
20		EMPLOYEES TO SUPPORT RESTORATION EFFORTS?
21	A.	During the preparation, mobilization, restoration, and demobilization efforts for
22		Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo, members of the
23		Logistics Section that supported these events paused their normal day-to-day
24		activities and became part of the CenterPoint Houston restoration effort, working

1		overtime hours. These personnel were located throughout the Company's service
2		territory at locations such as service centers, EOC, Addicks Operations Center,
3		distribution operations center, warehouses, and staging sites, or in the field to help
4		ensure support was provided efficiently and effectively.
5		As a result, employees who do not typically charge time to CenterPoint
6		Houston charged their time to account for their support efforts. Additionally,
7		CenterPoint Houston employees charged their time, including overtime hours, in
8		support of restoration efforts.
9	Q.	WAS THERE A BENEFIT TO USING INTERNAL EMPLOYEES TO FILL
10		THESE ROLES?
11	A.	Yes. These employees are readily available and familiar with CNP and Company
12		procedures, the service territory and each other, and as a result, supported the
13		efficiency and safety of the restoration efforts. Additionally, their availability is
14		assured, without the Company paying an exorbitant cost for that availability. These
15		resources were used to the maximum extent possible.
16	Q.	WERE THE LOGISTICS SECTION AND NON-LOGISTICS SUPPORT
17		PAYROLL COSTS REASONABLE AND NECESSARY?
18	A.	Yes. CNP is staffed by employees with an extreme commitment to service on
19		behalf of customers; therefore, employees acted quickly to work collectively
20		towards a common goal. These employees have first-hand knowledge of the
21		Company's transmission and distribution system. The labor was provided at cost.
22		The use of CenterPoint Houston and affiliate labor was absolutely necessary to

23

restore service in the timeframe in which it was accomplished.

B. Contractor Services

2 O. IN THE COST CATEGORY FOR "CONTRACTOR SERVICES" WHAT IS

3 INCLUDED IN "OTHER CONTRACTOR SERVICES"?

4 A. Other Contractor Services costs were for ice contractors, caterers, fencing contractors. IT and WIFI services and other miscellaneous contractors.

6 Q. WERE THE COSTS FOR CONTRACTOR SERVICES REASONABLE

7 AND NECESSARY?

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A.

Yes. These costs were necessary to support restoration activities so that service could be restored to CenterPoint Houston's customers efficiently and safely. The Logistics Section brought in numerous resources to aid in restoration support.

As I discussed earlier in my testimony, the Company pre-established numerous contracts with logistics-related suppliers during the annual planning process. The Logistics Section engaged these suppliers as expeditiously as possible for Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo to establish the logistics support necessary to enable restoration work to begin as soon as reasonably possible. During the pre-storm window for each storm, the Company continuously monitored needed support and scale for each logistics unit. Additionally, throughout the restoration processes, the Company continuously monitored the level of logistical and non-logistical support needed to ensure linemen and VM resources could work in a safe and effective manner. As the restoration work was reaching completion, the Company made sure that the level of logistical and non-logistical resources was ramped down to match the reduced work requirement accordingly.

1		C. Logistics
2	Q.	WHAT TYPES OF EXPENSES WERE CAPTURED IN THE LOGISTICS
3		COST CATEGORY?
4	A.	Staging Site Related, Lodging and Bussing, Security, and Facilities were captured
5		in the logistics cost category.
6	Q.	WHAT TYPES OF EXPENSES WERE CAPTURED IN THE STAGING
7		SITE SUBCATEGORY?
8	A.	These costs include expenses for staging sites such as catering, busses,
9		telecommunications, ice, as well as equipment and materials needed to stand up a
10		staging site such as tents, generators, and port-o-lets.
11	Q.	WERE THE COSTS FOR STAGING SITES REASONABLE AND
12		NECESSARY?
13	A.	Yes. The costs for staging sites were necessary to provide food for all workers; ice
14		Tes. The costs for stagning sites were necessary to provide food for an workers, fee
ıт		and water for the field crews; and tents, materials and equipment for the staging
15		
		and water for the field crews; and tents, materials and equipment for the staging
15		and water for the field crews; and tents, materials and equipment for the staging sites support restoration efforts. Additionally, the communication links established
15 16		and water for the field crews; and tents, materials and equipment for the staging sites support restoration efforts. Additionally, the communication links established at the staging sites were necessary to enable personnel to communicate regarding
15 16 17		and water for the field crews; and tents, materials and equipment for the staging sites support restoration efforts. Additionally, the communication links established at the staging sites were necessary to enable personnel to communicate regarding the restoration and reconstruction of the transmission and distribution systems.

1	Q.	DID THE COMPANY PROVIDE LODGING AND BUSSING FOR
2		RESOURCES BROUGHT INTO HOUSTON TO SUPPORT THE
3		RESTORATION EFFORT?
4	A.	Yes. Resources who came to the Houston area to support restoration efforts that
5		did not already live here needed lodging, and the Company provided it.
6	Q.	WERE THE COSTS FOR LODGING AND BUSSING REASONABLE AND
7		NECESSARY?
8	A.	Yes. The costs for lodging and bussing were necessary because they were essential
9		to support the restoration workforce by providing the basic human need for rest,
10		shelter and hygiene. It is a reasonable and necessary business practice to arrange
11		and provide lodging and bussing to lodging for workers supporting emergency
12		restoration activities. The costs were reasonable because most of the suppliers
13		charged rates similar to those for the same services under non-storm circumstances.
14	Q.	WHAT TYPES OF EXPENSES WERE CAPTURED IN THE SECURITY
15		COST CATEGORY?
16	A.	The expenses included the costs of security personnel and police officers.
17	Q.	WERE THE COSTS FOR SECURITY REASONABLE AND NECESSARY?
18	A.	Yes. Security of the many workers and the work centers involved in the restoration

effort was necessary and critical. Security work was negotiated with suppliers prior

to the storms. Contract security work was obtained at prices consistent with or less

than non-storm conditions. Security costs were reasonable and necessary.

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1	Q.	WHAT TYPES OF EXPENSES WERE CAPTURED IN THE FACILITIES
2		COST CATEGORY?
3	A.	The expenses included the cost to repair Company facilities; staging sites, laydown
4		yards and man-camps remediations; and environmental remediation.
5	Q.	WERE THE COSTS FOR FACILITIES REASONABLE AND
6		NECESSARY?
7	A.	Yes. The repairs costs were reasonable and necessary to fix damage caused to
8		Company facilities and staging sites, man-camps and laydown yards properties.
9		Having fully operational worksites was paramount to a timely and safe restoration.
10		Additionally, as part of the staging sites, man-camps and laydown yards property
11		lease agreements, the Company is obligated to return the property to pre-storm
12		condition.
13	Q.	WHAT TYPES OF EXPENSES WERE CAPTURED IN THE EMPLOYEE
14		EXPENSE COST CATEGORY?
15	A.	Employee Expenses include meals, fuel, travel, and supplies employees purchased
16		in their support of restoration efforts.
17	Q.	WERE EMPLOYEE EXPENSES REVIEWED IN ACCORDANCE WITH
18		COMPANY POLICY?
19	A.	Yes. Prior to reimbursement, the submitted expenses were reviewed and approved

in accordance with the Corporate General Expense and Reimbursement Policy,

which Mr. Wright addresses in his direct testimony.

20

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1	Q.	WERE THE COSTS FOR EMPLOYEE EXPENSES REASONABLE AND
2		NECESSARY?
3	A.	Yes. The employee expenses were reasonable and necessary to support the
4		restoration efforts of the Company.
5		D. Inventory – Materials & Supplies
6	Q.	WHAT TYPES OF COSTS WERE CAPTURED IN THE MATERIALS AND
7		SUPPLIES COST CATEGORY?
8	A.	This category included the costs for materials, supplies, courier fees, freight,
9		computer hardware and office supplies used in the restoration effort.
10	Q.	WHAT TYPES OF MATERIAL WERE CAPTURED IN THE MATERIALS
11		AND SUPPLIES COST CATEGORY?
12	A.	The "material" in the materials and supplies cost category was used to rebuild and
13		repair the distribution system. This included, but is not limited to, transformers,
14		poles, wire, cable, splices, cross arms, reclosers, insulators, lightning arresters,
15		clamps, brackets, cutouts, fuses, capacitor cans, streetlight fixtures, etc., as well as
16		certain tools, rope, insect repellent and batteries. It also included materials
17		associated with the restoration of the transmission system such as structures,
18		hardware and insulators.
19	Q.	WERE THE COSTS FOR GOODS AND MATERIALS REASONABLE AND
20		NECESSARY?
21	A.	Yes. This material was necessary to restore service to the Company's customers
22		and to repair the damage to the transmission and distribution systems. The
23		contracting practices and establishment of on-hand emergency material stock,

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discussed earlier in my testimony, ensured that the materials were available and

1		that the costs were reasonable and necessary to support a timely restoration of												
2		service to our customers.												
3		E. Fleet / Fuel / Transportation												
4	Q.	WHAT TYPES OF EXPENSES WERE CAPTURED IN THE												
5		TRANSPORTATION, FLEET AND FUEL COST CATEGORY?												
6	A.	Transportation costs include the Company's costs for fuel, rental vehicles, vehicle												
7		repairs, vehicle maintenance, and other fleet expenses related to the restoration												
8		efforts.												
9	Q.	WERE THE COSTS FOR TRANSPORTATION, FLEET AND FUEL												
10		REASONABLE AND NECESSARY?												
11	A.	Yes. The costs for transportation, fleet and fuel were reasonable and necessary												
12		because they were essential to support the restoration work activities as vehicles												
13		involved in the restoration effort required fuel. Repairs and maintenance were												
14		performed when necessary. Light fleet rentals were required to help move people												
15		and materials. The price of fuel was consistent with the price of fuel prior to the												
16		storm.												
17		VI. <u>CONCLUSION</u>												
18	Q.	PLEASE SUMMARIZE YOUR TESTIMONY.												
19	A.	Hurricane Beryl caused extensive damage to the Company's transmission and												
20		distribution systems. The Company also mobilized to prepare for Hurricane												
21		Francine and Winter Storm Enzo. The Company's EOP was activated for each of												
22		these extreme weather events. The Logistics Section support preparation efforts												
23		began well in advance of the EOP-activated weather events as part of established												
24		annual emergency preparedness activities. The annual emergency preparedness												

activities were a key factor in the ability to quickly mobilize logistics personnel and other resources necessary to support restoration of the transmission and distribution system. It was important to establish staging sites to support the linemen and VM resources that were brought in to perform restoration activities for CenterPoint Houston. It was also important to ensure that all requisite logistics unit resources were efficient and effective in providing their services. An effectively performing Logistics Section and related personnel enabled our internal and external restoration teams to perform their work in a safe manner, focused on restoring service to customers as quickly as possible. The logistics and non-logistics costs that I address in my testimony incurred by the Company related to Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo were reasonable and necessary.

Q. DOES THIS CONCLUDE YOUR DIRECT TESTIMONY?

13 A. Yes.

Logistics and Staging

July 8 G---Hurricane Beryl makes landfall 4AM

By July 12, CenterPoint has 22 total staging sites to allow for strategic deployment of crews and material. Staging Sites During Beryl

CenterPoint maintained agreements with 7 turnkey providers for staging site support.

• By July 7, four staging sites were activated with landowner and tumkey providers. 6 additional staging sites were on standby.

 \bullet CenterPoint maintained permanent agreements with landowners for 16 staging sites and 2 man camp sites.

Staging Pre-Beryl

July 8: AM: CenterPoint began loading staging site materials at approximately 10:20 AM and departed for the first 4 staging sites in approximately one hour. PM: First 4 staging sites were "check-in and dispatch" ready.

July 9: 14 additional staging sites were "check-in and dispatch" ready.

July 10: Staging sites continued operations.

July 11: 1 additional staging site was "check-in and dispatch" ready.

July 12: 3 additional staging sites were "check-in and dispatch" ready.

Post July 12: CenterPoint continued operating staging sites in strategic locations.

""Check-in and dispatch ready" means the staging site had sufficient materials and resources to receive, check in, and dispatch mutual assistance crews.

Lodging During Beryl

Hotels: CenterPoint reserved approximately 5,600 to 12,000 total hotel beds nightly.
Man camps: As of July 9, estimated bed capacity was approximately 5,800 nightly.
Buses: CenterPoint secured 233 buses to transport crews between lodging and staging sites.

Logistics and Staging

	"Staging Site" means a site that became "check-in and dispatch ready" that day, A staging site provides services and infrastructure including fueling for vehicles and equipment, material laydown yards, food, security, telecommunications, bussing to lodging facilities, laundry service, and other human needs. "Capacity" means headcount capacity, not number of trucks. "Total sites" refers to the total number of sites (cumulatively) that are "check-in and dispatch ready." "Hot shot truck" means a truck capable of carrying between 2-4 pallets.			as of July 19, 2024 2,222 Poles 2,718 Transformers 479,466 Conductor/wire lbs. 10,649 Splices 37,755 Insulators										
	"Staging Site" mean provides services and	yards, food, security, 'human needs.	"Capacity" means he "Total sites" refers to	"Hot shot truck" me	Material Delivered	as of July 19, 2024	2,222 Poles	2,718 Transformers	225,751 Conductor/wire ft.	479,466 Conductor/wire lbs.	10,649 Splices	37,755 Insulators		
HOT SHOT TRUCKS IN USE	0	0	0	14	30	30		30	19		29	30	9	staging site.
SEMI-TRUCKS IN USE	18	40	39	36	36	35	1	35	25		35	35	40	*Due to security concerns, Barnett staging site was deactivated and relocated to Berry Center staging site.
STAGING SITE CAPACITY ADDED	3,596	8,692	0	460	1,317	0	0		0		0	0	0	Due to security concerns, Barnett staging site was deactivated and relocate Barnett continued to be used for materials pickup through July 12.
STAGING SITES ADDED	4	14	0	1	က	0	0 0		0		0	0	0	te was deacti
TOTAL STAGING SITE CAPACITY	3,596	12,288	12,288	12,748	13,665*	13,665		13,665	13.665		13,665	13,665	13,665	Barnett staging si
TOTAL STAGING SITES	4	18	18	19	22	21		21	21		21	21	21	rity concerns,
	July 8	9 Alnr	July 10	July 11	July 12	July 13		July 14	July 15		July 16	July 17	July 18	Due to secu

FIGURE 1_Francine_Reed Rd Staging Site without set up



FIGURE 2_Francine_Reed Rd Staging Site Command Trailer Internal



EXHIBIT CAK-2 Hurricane Francine Pictures

FIGURE 3_Francine_Brazoria County Fairground Staging Site Command Trailer Internal



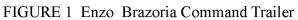
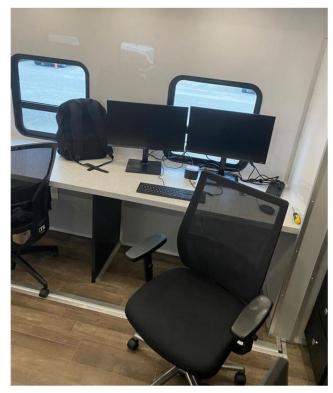
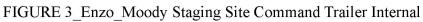




FIGURE 2_Enzo_Brazoria Staging Site Command Trailer Internal





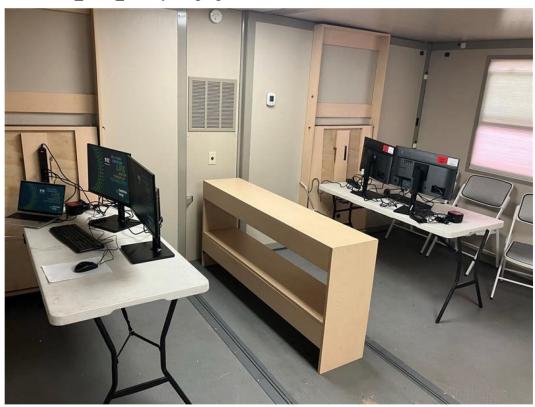


FIGURE 4_Enzo_NRG Astroworld Command Trailer



FIGURE 5_Enzo_NRG Astroworld Command Trailer with Telecommunication Infrastructure



FIGURE 6_Enzo_NRG Astroworld Staging Site Command Trailer Internal

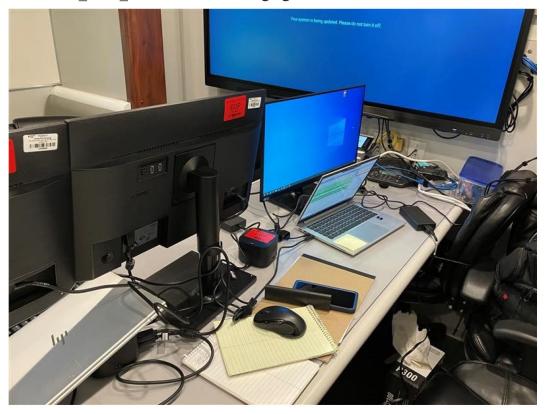


FIGURE 7_Enzo_NRG Astroworld Staging Site Pre-storm



FIGURE 8_Enzo_NRG Astroworld Staging Site



EXHIBIT CAK-3 Winter Storm Enzo Pictures

FIGURE 9_Enzo_NRG Astroworld Staging Site Vehicles Parked



FIGURE 10_Enzo_NRG Astroworld Staging Site



FIGURE 11_Enzo_Facilities De-Icing Preparation



FIGURE 12_Enzo_Staging Site Mobilization



FIGURE 13_Enzo_Staging Site Food Tent



FIGURE 14_Enzo_Staging Site Materials Unloading



FIGURE 15_Enzo_Staging Site Materials Laydown Space Storm Kit 5



FIGURE 16_Enzo_Staging Site Materials Delivery



FIGURE 17_Enzo_Staging Site Materials Demobilization



FIGURE 18 Enzo Staging Site Materials Demobilization

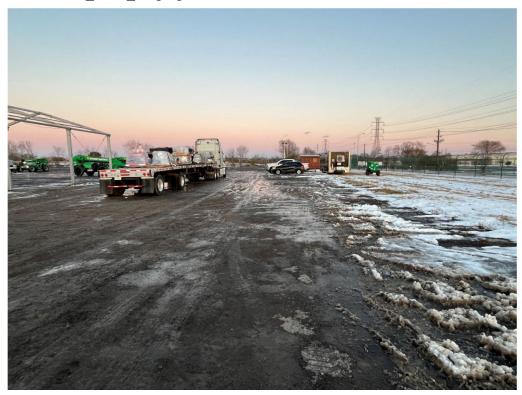


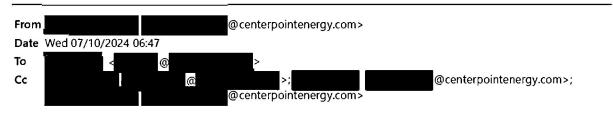
FIGURE 19_Enzo_Astroworld Demobilization of Telecommunication Infrastructure



WORKPAPERS OF CARLA KNEIPP



RE: [External Email] RE: CenterPoint Energy Material MA Request



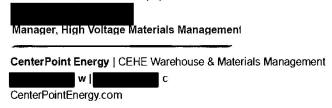
1 attachment (948 KB)

CNP 2024 Beryl Material Summary for MA Request.xlsx;

Good morning,

Attached is the material MA request for CenterPoint Energy. I added a couple of tabs to the spreadsheet to include our long text description as well as all of our approved manufacturers for each item. Please let me know if I missed anything or if you have any questions.





1. Material Request Summary

Appendix 3: Attachment 1 - Tab 1
Material Summary for Mutual Assistance Request

Date	Function	ReqCo Part ID#	Catalog Description	UOM	Total Need	Priority	RespCo Confirmed	Confirm Date	Part Number1	Manufacturer Desc1	Part Number2	Manufacturer Desc2
7/9/2024	Distribution	108654	CLAMP, ANGL SSPNSN CLVS 1/0 ACS	EA	800	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	108713	SPLICE,AUTO 2 AAAC,ACSR	EA	400	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	108715	SPLICE,AUTO 4/0 AAAC,ACSR	EA	800	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	108716	SPLICE,TENSION,AUTOMATIC 1/0-1/0	EA	2000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	108881	AUTO SPLICE #2-#4 RANGE TAKING	EA	2000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	109143	CNCTR,INSLTD CMPRSN 1/0-2	EA	10000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	109288	BRACKET "L" TYPE FOR MTGING AR	EA	5000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	112951	FUSE LINK,35KV,80A,TYPE T	EA	1000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	112954	FUSE LINK,35KV,20A,TYPE K	EA	800	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	112958	FUSE LINK,35KV,30A,TYPE K	EA	1000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	113062	FUSE LINK, 12KV, 6A,TYPE T	EA	1000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	113063	FUSE LINK, 12KV, 8A, TYPE T	EA	1000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	113065	FUSE LINK, 12KV, 12A, TYPE T	EA	1000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	113066	FUSE LINK, 12KV, 15A, TYPE T	EA	1000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	113067	FUSE LINK, 12KV, 20A TYPE T	EA	1000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	113069	FUSE LINK, 12KV, 30A, TYPE T	EA	1000	High			See tab 1b.	See tab 1b.		
7/9/2024	Distribution	113074	FUSE LINK, 12KV, 100A, TYPE T	EA	2000	High			See tab 1b.	See tab 1b.		

1a. Long Text Desc

ReqCo Part ID#	Catalog Description	Long Text Description
-		CLAMP ANGLE SUSPENSION-PERPENDICULAR CLEVIS. SEAT DIA 0.23" TO 0.6". ULTIMATE STRENGTH 7,000 LBS. FOR NO. 4
108654	CLAMP,ANGL SSPNSN CLVS 1/0 ACS	THRU 4/0.
108713	SPLICE,AUTO 2 AAAC,ACSR	SPLICE AUTOMATIC TENSION-FOR 2 AAAC AND 2 ACSR 6/1 STRANDS.
108715	SPLICE,AUTO 4/0 AAAC,ACSR	SPLICE AUTOMATIC TENSION-FOR 4/0 AAAC AND 4/0 ACSR.
108716	SPLICE,TENSION,AUTOMATIC 1/0-1/0	SPLICE AUTOMATIC TENSION-FOR #1/0 AAAC/ACSR/AAC.
		SPLICE AUTOMATIC TENSION - RANGE TAKING - FOR #4 ACSR (6/1 OR 7/1 STRANDS) AND #4 AAAC AND #2 ACSR (6/1 OR
108881	AUTO SPLICE #2-#4 RANGE TAKING	7/1 STRANDS) AND #2 AAAC AND #2 AAC.
		CONNECTOR COMPRESSION-5/8" INSULATED SLEEVE, ONE END FOR 1/0 STR TO 2 STR AND OTHER END FOR 1 STR.
		CONDUCTORS, TO BE INSTALLED WITH BURNDY MD5-3 TOOL USING "BG" DIE OR WITH KEARNEY 0-52 TOOL USING "5/8"
109143	CNCTR,INSLTD CMPRSN 1/0-2	NOSE DIE. ALUMINUM SLEEVE TO BE A MINIMUM OF 2" LONG AND MUST BE SECURED INSIDE INSULATION.
		BRACKET "L"-FOR MOUNTING LIGHTNING ARRESTORS TO CONVENTIONAL TRANSFORMER AND REGULATOR TANKS.
		DRAWING & SPECS: HL&P DWG 007-205-02 <h><u>NOTES TO VENDOR: THE FABRICATOR SHALL IMPRESS EACH</u></h>
		UNIT ASSEMBLY OF THIS ITEM WITH A MARK OR SYMBOL, ACCEPTED BY THE ELECTRICAL FACILITIES ENGINEERING
		DEPARTMENT OF CNP, WHICH WILL IDENTIFY THE FABRICATOR. THE MARK SHALL BE LEGIBLE AND RESIST OBLITERATION:
		PAINTS, INKS OR DECALS ARE UNACCEPTABLE. THE FABRICATOR SHOULD CONTACT THE DISTRIBUTION FACILITY DESIGN
		DIVISION WITH QUESTIONS CONCERNING THE FABRICATION OF THIS ITEM. <h><u>BRACKETS SHALL BE PACKAGED 400</u></h>
109288	BRACKET "L" TYPE FOR MTGING AR	PER PALLET>.
		FUSE LINK 80 AMP, ANSI-NEMA TYPE "T", 26" MINIMUM LENGTH, 9" MINIMUM AUX. TUBE LENGTH, WITH REMOVABLE
112951	FUSE LINK,35KV,80A,TYPE T	BUTTONHEAD, FOR USE IN ANSI STANDARD 27/38KV CUTOUTS. (ANSI C37.42)
		FUSE LINK 20 AMP, ANSI-NEMA TYPE "K", 26" MINIMUM LENGTH, 9" MINIMUM AUX. TUBE LENGTH, WITH REMOVABLE
112954	FUSE LINK,35KV,20A,TYPE K	BUTTONHEAD, FOR USE IN ANSI STANDARD 27/38KV CUTOUTS. (ANSI C37.42)
		FUSE LINK 30 AMP, ANSI-NEMA TYPE "K", 26" MINIMUM LENGTH, 9" MINIMUM AUX. TUBE LENGTH, WITH REMOVABLE
112958	FUSE LINK,35KV,30A,TYPE K	BUTTONHEAD, FOR USE IN ANSI STANDARD 27/38KV CUTOUTS. (ANSI C37.42)
		FUSE LINK 6 AMP, ANSI/NEMA TYPE "T", 20" MINIMUM LENGTH, WITH REMOVABLE BUTTONHEAD, FOR USE IN ANSI
113062	FUSE LINK, 12KV, 6A,TYPE T	STANDARD 15KV CUTOUTS. (ANSI C37.42)
		FUSE LINK 8 AMP, ANSI/NEMA TYPE "T", 20" MINIMUM LENGTH, WITH REMOVABLE BUTTONHEAD, FOR USE IN ANSI
113063	FUSE LINK, 12KV, 8A, TYPE T	STANDARD 15KV CUTOUTS. (ANSI C37.42)
		FUSE LINK 12 AMP, ANSI/NEMA TYPE "T", 20" MINIMUM LENGTH, WITH REMOVABLE BUTTONHEAD, FOR USE IN ANSI
113065	FUSE LINK, 12KV, 12A, TYPE T	STANDARD 15KV CUTOUTS. (ANSI C37.42)
		FUSE LINK 15 AMP, ANSI/NEMA TYPE "T", 20" MINIMUM LENGTH, WITH REMOVABLE BUTTONHEAD, FOR USE IN ANSI
113066	FUSE LINK, 12KV, 15A, TYPE T	STANDARD 15KV CUTOUTS. (ANSI C37.42)
		FUSE LINK 20 AMP, ANSI/NEMA TYPE "T", 20" MINIMUM LENGTH, WITH REMOVABLE BUTTONHEAD, FOR USE IN ANSI
113067	FUSE LINK, 12KV, 20A TYPE T	STANDARD 15KV CUTOUTS. (ANSI C37.42)
	·	FUSE LINK 30 AMP, ANSI/NEMA TYPE "T", 20" MINIMUM LENGTH, WITH REMOVABLE BUTTONHEAD, FOR USE IN ANSI
113069	FUSE LINK, 12KV, 30A, TYPE T	STANDARD 15KV CUTOUTS. (ANSI C37.42)
		FUSE LINK 100 AMP, ANSI/NEMA TYPE "T", 20" MINIMUM LENGTH, WITH REMOVABLE BUTTONHEAD, FOR USE IN ANSI
113074	FUSE LINK, 12KV, 100A, TYPE T	STANDARD 15KV CUTOUTS. (ANSI C37.42)

1b. Approved Mfg List

t. material no	o. Material description	Name 1	MPN
108654	CLAMP, ANGL SSPNSN CLVS 1/0 ACS	ANDERSON	AAC-301
108654	CLAMP, ANGL SSPNSN CLVS 1/0 ACS	ВЕТНЕА	RALS-1-N
108654	CLAMP, ANGL SSPNSN CLVS 1/0 ACS	JOSLYN	BT-2300
108654	CLAMP, ANGL SSPNSN CLVS 1/0 ACS	OHIO BRASS	82860
108713	SPLICE,AUTO 2 AAAC,ACSR	FARGO MFG CO INC	GL-404 OR GL4042A
108713	SPLICE,AUTO 2 AAAC,ACSR	RELIANCE ELECTRIC CO	7652
108715	SPLICE,AUTO 4/0 AAAC,ACSR	FARGO MFG CO INC	GL-409 OR GL-409A
108715	SPLICE,AUTO 4/0 AAAC,ACSR	RELIANCE ELECTRIC CO	7656-1 OR 7656 AP
108716	SPLICE,TENSION,AUTOMATIC 1/0-1/0	FARGO MFG CO INC	GL-406 OR GL-406A
108716	SPLICE,TENSION,AUTOMATIC 1/0-1/0	RELIANCE ELECTRIC CO	7653
108881	AUTO SPLICE #2-#4 RANGE TAKING	FARGO MFG CO INC	GL-4042A
108881	AUTO SPLICE #2-#4 RANGE TAKING	RELIANCE ELECTRIC CO	7652AP
109143	CNCTR,INSLTD CMPRSN 1/0-2	BURNDY CORP	ES25R2R (ON HOLD)
109143	CNCTR,INSLTD CMPRSN 1/0-2	HILLS-MCCANNA	U1N102 (ON HOLD)
109143	CNCTR,INSLTD CMPRSN 1/0-2	HOMAC	U1N102
109143	CNCTR,INSLTD CMPRSN 1/0-2	INGERSOLL-RAND	ICS771 (ON HOLD)
109143	CNCTR,INSLTD CMPRSN 1/0-2	PENN-UNION	PIK01 (ON HOLD)
109288	BRACKET "L" TYPE FOR MTGING AR	AMBOX CO	AB-LAMB
109288	BRACKET "L" TYPE FOR MTGING AR	JOSLYN	J26017
109288	BRACKET "L" TYPE FOR MTGING AR	MACLEAN POWER - DIXIE	D-1621
109288	BRACKET "L" TYPE FOR MTGING AR	S&H MANUFACTURING	32-165
112951	FUSE LINK,35KV,80A,TYPE T	COOPER POWER SYSTEMS	51080-53-60*
112951	FUSE LINK,35KV,80A,TYPE T	COOPER POWER SYSTEMS - EDISON	FL27T80
112951	FUSE LINK,35KV,80A,TYPE T	HUBBELL POWER SYSTEMS INC	C705-80BT39
112954	FUSE LINK,35KV,20A,TYPE K	COOPER POWER SYSTEMS	31020-53-60*
112954	FUSE LINK,35KV,20A,TYPE K	COOPER POWER SYSTEMS - EDISON	FL27K20
112954	FUSE LINK,35KV,20A,TYPE K	COOPER POWER SYSTEMS KEARNEY	31020-53B
112954	FUSE LINK,35KV,20A,TYPE K	HUBBELL POWER SYSTEMS INC	C705-20BK39
112958	FUSE LINK,35KV,30A,TYPE K	COOPER POWER SYSTEMS	31030-53-60*
112958	FUSE LINK,35KV,30A,TYPE K	COOPER POWER SYSTEMS - EDISON	FL27K30
112958	FUSE LINK,35KV,30A,TYPE K	COOPER POWER SYSTEMS KEARNEY	31030-53B
112958	FUSE LINK,35KV,30A,TYPE K	HUBBELL POWER SYSTEMS INC	C705-30BK39
113062	FUSE LINK, 12KV, 6A,TYPE T	COOPER POWER SYSTEMS	51006-60*
113062	FUSE LINK, 12KV, 6A,TYPE T	COOPER POWER SYSTEMS - EDISON	FL3T6
113062	FUSE LINK, 12KV, 6A,TYPE T	HUBBELL POWER SYSTEMS INC	M6TA23

1b. Approved Mfg List

Int. material no.	Material description	Name 1	MPN
113062	FUSE LINK, 12KV, 6A,TYPE T	INDEL BAURU	EF6TCCIR
113062	FUSE LINK, 12KV, 6A,TYPE T	S & C ELECTRIC COMPANY	279006
113063	FUSE LINK, 12KV, 8A, TYPE T	COOPER POWER SYSTEMS	51008-60*
113063	FUSE LINK, 12KV, 8A, TYPE T	COOPER POWER SYSTEMS - EDISON	FL3T8
113063	FUSE LINK, 12KV, 8A, TYPE T	HUBBELL POWER SYSTEMS INC	M8TA23
113063	FUSE LINK, 12KV, 8A, TYPE T	INDEL BAURU	EF8TCCIR
113063	FUSE LINK, 12KV, 8A, TYPE T	S & C ELECTRIC COMPANY	279008
113065	FUSE LINK, 12KV, 12A, TYPE T	COOPER POWER SYSTEMS	51012-60*
113065	FUSE LINK, 12KV, 12A, TYPE T	COOPER POWER SYSTEMS - EDISON	FL3T12
113065	FUSE LINK, 12KV, 12A, TYPE T	HUBBELL POWER SYSTEMS INC	M12TA23
113065	FUSE LINK, 12KV, 12A, TYPE T	INDEL BAURU	EF12TCCIR
113065	FUSE LINK, 12KV, 12A, TYPE T	S & C ELECTRIC COMPANY	279012
113066	FUSE LINK, 12KV, 15A, TYPE T	COOPER POWER SYSTEMS	51015-60*
113066	FUSE LINK, 12KV, 15A, TYPE T	COOPER POWER SYSTEMS - EDISON	FL3T15
113066	FUSE LINK, 12KV, 15A, TYPE T	HUBBELL POWER SYSTEMS INC	M15TA23
113066	FUSE LINK, 12KV, 15A, TYPE T	INDEL BAURU	EF15TCCIR
113066	FUSE LINK, 12KV, 15A, TYPE T	S & C ELECTRIC COMPANY	279015
113067	FUSE LINK, 12KV, 20A TYPE T	COOPER POWER SYSTEMS	51020-60*
113067	FUSE LINK, 12KV, 20A TYPE T	COOPER POWER SYSTEMS - EDISON	FL3T20
113067	FUSE LINK, 12KV, 20A TYPE T	HUBBELL POWER SYSTEMS INC	M20TA23
113067	FUSE LINK, 12KV, 20A TYPE T	INDEL BAURU	EF20TCCIR
113067	FUSE LINK, 12KV, 20A TYPE T	S & C ELECTRIC COMPANY	279020
113069	FUSE LINK, 12KV, 30A, TYPE T	COOPER POWER SYSTEMS	51030-60*
113069	FUSE LINK, 12KV, 30A, TYPE T	COOPER POWER SYSTEMS - EDISON	FL3T30
113069	FUSE LINK, 12KV, 30A, TYPE T	HUBBELL POWER SYSTEMS INC	M30TA23
113069	FUSE LINK, 12KV, 30A, TYPE T	INDEL BAURU	EF30TCCIR
113069	FUSE LINK, 12KV, 30A, TYPE T	S&C ELECTRIC	279030
113074	FUSE LINK, 12KV, 100A, TYPE T	COOPER POWER SYSTEMS	51100-60*
113074	FUSE LINK, 12KV, 100A, TYPE T	COOPER POWER SYSTEMS - EDISON	FL3T100
113074	FUSE LINK, 12KV, 100A, TYPE T	HUBBELL POWER SYSTEMS INC	M100TA23
113074	FUSE LINK, 12KV, 100A, TYPE T	INDEL BAURU	EF100TCCIR
113074	FUSE LINK, 12KV, 100A, TYPE T	S&C ELECTRIC	279100

2. Responding Co Template

Material Summary for Mutual Assistance Request Responding Company

Request Date*	Function*	Requesting Co Part ID#*	Catalog Description*	UOM*	Total Need*	Priority*	Responding Co Name	Date of Response	Part Number	Manufacturer Desc	Quantity offered	Requesting Co response to offer

^{*}repeated from Material Request Summary on first tab

3. Standard Packing Slip

Standard Packing Slip

Responding Company		Ship To:	Bill To:	
Responding Co. Name:		Requesting Co. Name:	Requesting Co. Name:	
Street Address:		Street Address:	Street Address:	
City/State/Zip Code:	ı	City/State/Zip Code:	City/State/Zip Code:	
Point of Contact Name:		Attention To:	Attention To:	
Mobile #:		Phone #:	Phone #:	
Email:				

ORDER DATE	ORDER NUMBER	JOB	

ITEM #	DESCRIPTION	COST (PER UNIT)	QUANTITY	TOTAL COST

GRAND TOTAL \$ -

COUNTY OF HARRIS

AFFIDAVIT OF CARLA KNEIPP

BEFORE ME, the undersigned authority, on this day personally appeared Carla Kneipp, who having been placed under oath by me did depose as follows:

- 1. "My name is Carla Kneipp and my current position is Vice President Supply Chain and Workplace Services, for CenterPoint Energy Service Company, LLC."
- 2. "I am of sound mind and capable of making this affidavit. The facts stated herein are true and correct based on my personal knowledge."
- 3. "I have prepared the foregoing direct testimony, and the information contained in this document is true and correct to the best of my knowledge."

Further affiant sayeth not.

Carla Kneipp

SUBSCRIBED AND SWORN TO BEFORE ME by the said Carla Kneipp on this &

day of April 2025.

Notary Public, State of Texas

My commission expires:__

ALICE S HART
NOTARY ID #130321-7
My Commission Expires
July 17, 2027

DIRECT TESTIMONY

OF

RUSSELL WRIGHT

ON BEHALF OF

CENTERPOINT ENERGY HOUSTON ELECTRIC, LLC

TABLE OF CONTENTS

EXEC	CUTIVE	SUMMARY OF RUSSELL WRIGHT	1					
I.	INTRO	DDUCTION	1					
II.	PURPO	OSE OF TESTIMONY	2					
III.		SCOPE OF THIS SYSTEM RESTORATION COST RECOVERY FILING						
IV.	ACCO	UNTING FOR SYSTEM RESTORATION COSTS	10					
	A.	Books and Records	10					
	B.	Affiliate Costs	14					
	C.	Insurance and Grants	18					
	D.	Internal Controls	20					
V.	REVIE	EW PROCEDURES	25					
	A.	Internal Audit Review	25					
	B.	External Review	27					
VI.	CARR	YING COSTS	28					
VII.	ACCU	MULATED DEFERRED FEDERAL INCOME TAXES	29					
		LIST OF EXHIBITS						
EXHI	BIT RW	7-1 Storm Restoration Costs						
EXHI	BIT RW	WACC and Carrying Costs						
EXHI	BIT RW	Estimated Other Costs						
EXHIBIT RW-4		7-4 Transaction Index						
EXHIBIT RW-5		7-5 Direct & Affiliate Costs by Category	Direct & Affiliate Costs by Category					
EXHIBIT RW-6		7-6 Internal Audit Memo	Internal Audit Memo					
EXHI	BIT RW	7-7 General Expense & Reimbursement Policy						
		LIST OF WORKPAPERS						
WP R	W-1	Substation Functionalization						

EXECUTIVE SUMMARY OF RUSSELL WRIGHT

- 2 My testimony supports CenterPoint Energy Houston Electric, LLC's ("CenterPoint
- 3 Houston" or the "Company") application to determine the amount of reasonable and
- 4 necessary system restoration costs ("SRCs") associated with Hurricane Beryl, Hurricane
- 5 Francine, and Winter Storm Enzo. In particular, my testimony addresses:
- how the SRCs were compiled, reviewed, approved and recorded on the Company's books;
- the functionalization of the SRCs between Transmission and Distribution functions;
- affiliate costs included in the SRCs;

1

- the proposed cost recovery and accounting treatment of the SRCs;
- the appropriate carrying cost rate to apply prior to recovery of the SRCs from customers;
- accumulated deferred federal income tax ("ADFIT") issues related to the SRCs;
- recovery of certain distribution-related SRCs deferred from Docket No. 57271, consistent with the parties' settlement agreement in that case.
- 18 Together with the testimony of other CenterPoint Houston witnesses, my testimony
- demonstrates that approximately \$1.3 billion in total SRCs, which includes estimated
- amounts and carrying costs associated with Hurricane Beryl, Hurricane Francine, Winter
- 21 Storm Enzo, and deferred costs from Docket No. 57271 are reasonable and necessary and
- 22 should be recovered in accordance with the statutory standard for recovery of SRCs.

1		DIRECT TESTIMONY OF RUSSELL WRIGHT
2		I. <u>INTRODUCTION</u>
3	Q.	PLEASE STATE YOUR NAME, POSITION AND BUSINESS ADDRESS.
4	A.	My name is Russell Wright. I am the Vice President of Financial Planning and
5		Analysis for CenterPoint Energy Service Company, LLC ("Service Company") and
6		CenterPoint Houston, a wholly owned indirect subsidiary of CenterPoint Energy,
7		Inc. ("CNP"), in Houston, Texas. My business address is 1111 Louisiana St.,
8		Houston, Texas 77002.
9	Q.	PLEASE DESCRIBE YOUR EDUCATIONAL BACKGROUND AND
10		PREVIOUS WORK EXPERIENCE.
11	A.	I graduated from Texas A&M with a bachelor of science and master of science in
12		accounting. I am currently a Certified Public Accountant in Texas. Before joining
13		CNP in January 2019, I was the director of technical accounting for a global
14		engineering and construction company and also worked for Deloitte & Touche,
15		LLP ("Deloitte") for approximately eleven years in the firm's Audit and Enterprise
16		Risk Services practice, rising to the position of Senior Manager. Since joining CNP
17		in January 2019, I have served as a Director of Business Services and Business
18		Acquisition Accounting, Vice President of Financial Services and Special Projects,
19		and Vice President of Financial Planning and Analysis.
20	Q.	WHAT EXHIBITS HAVE YOU INCLUDED WITH YOUR TESTIMONY?
21	A.	I have prepared or supervised the preparation of the exhibits listed in the table of
22		contents

1		II. PURPOSE OF TESTIMONY
2	Q.	WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS
3		PROCEEDING?
4	A.	My testimony discusses and supports recovery of the approximately \$1.3 billion of
5		SRCs due to Hurricane Beryl, Hurricane Francine, Winter Storm Enzo, and
6		distribution-related SRCs deferred from Docket No. 57271.1
7		Specifically, my direct testimony addresses the following:
8		(1) how the SRCs were compiled, reviewed, approved and recorded on the Company's books;
10 11		(2) the functionalization of the SRCs between Transmission and Distribution functions;
12		(3) affiliate costs included in the SRCs;
13		(4) the proposed cost recovery and accounting treatment of the SRCs;
14 15		(5) the appropriate carrying cost rate to apply prior to recovery of the SRCs from customers; and
16		(6) ADFIT issues related to the SRCs.
17	Q.	HOW DOES YOUR TESTIMONY RELATE TO THE TESTIMONY
18		PROVIDED BY OTHER WITNESSES IN THIS CASE?
19	A.	Company witness Darin Carroll provides an overview of the Company's filing,
20		explains the Emergency Operations Plan ("EOP") processes as they relate to the
21		Company's preparation and restoration efforts for Hurricane Beryl, Hurricane
22		Francine, and Winter Storm Enzo, provides a summary of the SRCs included in the
23		case, and addresses customer service and communications efforts during the
24		preparation and restoration. Company witness Randal M. Pryor addresses the

¹ Application of CenterPoint Energy Houston Electric, LLC for Determination of System Restoration Costs, Docket No. 57271, Stipulation and Settlement Agreement (Mar. 19, 2025).

Company's distribution-related storm preparation and restoration efforts and related costs while Company witness David Mercado explains the Company's transmission-related storm preparation and restoration efforts and related costs. Company witness Carla Kneipp discusses the Company's extensive logistics efforts and related costs that were also a necessary part of the preparation and restoration efforts. Company witness John Durland addresses the proposed methods of cost recovery and allocation of SRCs functionalized to Distribution and to the retail customer classes. Finally, Company witness Thomas L. Keefe with Deloitte provides testimony addressing the external attestation of the Company's SRCs, and Company witness Derek HasBrouck with PA Consulting Group provides an external review of the reasonableness and necessity of the Company's preparation for, restoration processes, and efforts related to Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo, as well as the SRCs incurred as a result of those storms.

III. SCOPE OF THIS SYSTEM RESTORATION COST RECOVERY FILING

Q. WHAT COST RECOVERY IS THE COMPANY REQUESTING IN THIS

CASE?

A.

Based on Public Utility Regulatory Act ("PURA") § 36.402, the Company is requesting recovery of the reasonable and necessary SRCs it incurred in connection with the restoration of service and related infrastructure repair following damage to the Company's system caused by Hurricane Beryl, Hurricane Francine and Winter Storm Enzo. The amounts include costs for mobilizing, staging, constructing, reconstructing, replacing and repairing damage to the Company's transmission and

distribution facilities. The requested amounts also include reasonable estimates of legal and consulting costs the Company has not yet incurred but expects to, as well as estimated carrying charges through the projected time the Company expects to recover the SRC amounts requested in this proceeding. The Company is requesting recovery of SRCs functionalized to Distribution and Transmission in Table RW-1 below.

7 Table RW-1
8 System Restoration Costs² (\$ millions)

1

2

3

4

5

6

12

13

14

15

16

17

18

System restoration e	
Distribution	\$ 1,282
Transmission	\$ 13

9 Q. HOW IS THE COMPANY PROPOSING TO RECOVER SRC AMOUNTS 10 APPROVED BY THE PUBLIC UTILITY COMMISSION OF TEXAS 11 ("COMMISSION")?

A. The Company proposes to securitize SRCs related to restoration of the distribution system, assuming the Commission approves that form of cost recovery in a separate securitization proceeding the Company will file with the Commission. SRCs related to restoration of the transmission system would be recovered through interim Transmission Cost of Service ("TCOS") or base rate proceedings.

Q. HOW WILL THE COMPANY ACCOUNT ON ITS BOOKS FOR THE SRCS THE COMMISSION APPROVES FOR RECOVERY IN THIS CASE?

19 A. The incurred SRCs are currently recorded on the Company's books in capital accounts or as a regulatory asset. The Distribution SRCs, upon securitization,

² SRCs incurred through March 31, 2025, for Hurricane Beryl, Hurricane Francine, Winter Storm Enzo, and distribution-related costs deferred from Docket No. 57271, as well as estimated other expenses and estimated carrying costs.

become "transition property" under PURA §§ 39.304 and 36.456. In accordance with that change in status, the SRCs will be classified as a regulatory asset on the Company's books; however, the regulatory asset recovered through securitization will not be included in future CenterPoint Houston base rate filings because the securitized SRC amounts will be recovered through a separate surcharge.

Α.

A.

The transmission-related SRCs will be accounted for as capital or as a regulatory asset and will be recovered through the Company's future TCOS rate proceedings as allowed by PURA § 36.403(g) or base rate proceedings.

9 Q. WHY WERE THE SRCS NOT RECORDED TO THE COMPANY'S 10 PROPERTY SELF-INSURANCE RESERVE?

The property insurance reserve is not intended to cover the costs of a major weather event like a hurricane. Costs for the preparation and restoration efforts related to Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo far exceed the limitation of costs contemplated in the development of the property self-insurance reserve. Specifically, in Docket Nos. 49421 and 56211, the annual reserve was calculated excluding individually significant storms, specifically losses from named storms such as Hurricane Ike, Hurricane Rita, Hurricane Harvey, Hurricane Nicholas and Winter Storm Uri.

19 Q. WHAT IS THE TOTAL AMOUNT THE COMPANY IS ASKING THE 20 COMMISSION TO APPROVE FOR RECOVERY IN THIS DOCKET?

The Company is asking the Commission to approve approximately \$1,295 million in SRCs for Hurricane Beryl, Hurricane Francine, Winter Storm Enzo, and the distribution-related SRCs that were deferred to this filing pursuant to the settlement

agreement filed in Docket No. 57271. The total SRC amount includes preparation
and restoration costs recorded through March 31, 2025, and estimated amounts for
additional other expenses and carrying charges through the projected time the
Company expects to recover the SRC amounts requested in this proceeding.

Exhibit RW-1 provides the details of the total SRC amount.

Q. WHAT SPECIFICALLY DO THE SRCS REPRESENT?

Α.

A. The SRCs are costs the Company incurred for pre-storm preparation activities and for the restoration of service and related infrastructure repair following damage to the Company's system as a result of Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo. Exhibit RW-1 contains the cost details by (1) function (Distribution or Transmission); and (2) cost categories (Payroll, Contract Services, Logistics, Materials and Supplies, Fleet/Fuel/Transportation, Employee Expenses). Costs are comprised of both directly incurred charges and affiliate costs directly billed from Service Company, CenterPoint Energy Resources Corp. ("CERC"), and/or Vectren Corp. to CenterPoint Houston.

16 Q. WHY DOES THE COMPANY'S REQUEST INCLUDE ESTIMATED 17 COSTS?

As shown on Exhibit RW-3, the SRCs include estimated additional other expenses related to this case such as outside attorneys and consultants, as well as other reasonable out-of-pocket expenses incurred in these proceedings. The Company's requested carrying costs are also based on an expected date by which it will begin recovery of the SRCs requested in this case.

1 Q. DOES THE TOTAL REQUESTED AMOUNT INCLUDE ANY OTHER

2 COST ESTIMATES?

- 3 A. Yes. Exhibit RW-3 contains a cost estimate for municipal rate case expenses to the
- 4 extent the Commission deems recovery is reasonable and appropriate.

5 Q. ARE ESTIMATED COSTS INCLUDED IN THE DEFINITION OF SRCS?

- 6 A. Yes. Under PURA § 36.402(a), "[s]ystem restoration costs shall include reasonable
- 7 estimates of the costs of an activity or activities conducted or expected to be
- 8 conducted by or on behalf of the electric utility in connection with the restoration
- 9 of service or infrastructure associated with electric power outages, but such
- 10 estimates shall be subject to true-up and reconciliation after the actual costs are
- known."³

12 Q. IF NOT ALL AMOUNTS ARE KNOWN AT THIS TIME, WHY IS THE

13 COMPANY REQUESTING RECOVERY OF SRCS?

- 14 A. In addition to PURA § 36.402(a) permitting recovery of estimated amounts,
- identifying the total amount of SRCs promptly and obtaining securitization cost
- recovery for the Distribution SRCs helps to reduce carrying costs and the overall
- impact on customers. The same is true for promptly recovering Transmission SRCs
- through TCOS.

³ Emphasis added.

1	Q.	DOES THE TOTAL REQUESTED AMOUNT INCLUDE COSTS		
2		RELATED TO OUTSIDE VENDORS WHO ASSISTED IN THE		
3		PREPARATION OF THIS FILING?		
4	A.	Yes. The total requested amount includes incurred and estimated costs for services		
5		being provided to the Company including legal, consultant, and administrative		
6		costs associated with this filing.		
7	Q.	HOW WILL ANY RESTORATION COSTS FOR HURRICANE BERYL		
8		HURRICANE FRANCINE, OR WINTER STORM ENZO THAT ARE NOT		
9		INCLUDED IN THE COMPANY'S REQUEST BE ACCOUNTED FOR AND		
10		RECOVERED?		
11	A.	Those amounts will be properly recorded on CenterPoint Houston's books and		
12		records as capital or a regulatory asset when they are incurred and subsequently		
13		paid or appropriately accrued. They will be addressed in a future proceeding.		
14	Q.	IS THE COMPANY'S REQUEST EXCLUSIVE OF ANY INSURANCE		
15		PROCEEDS OR FEDERAL OR STATE RELIEF GRANTS?		
16	A.	Yes. Under PURA § 36.402(c), if a utility receives insurance proceeds,		
17		governmental grants, or any other sources of funding that compensate it for SRCs,		
18		those amounts shall be used to reduce the utility's SRCs recoverable from		
19		customers. At the time of this filing and as discussed below, the Company has not		
20		received insurance proceeds, governmental grants, or any other source of funding		
21		that compensate it for SRCs. If, subsequent to this filing, the Company receives		
22		any other source of funding which compensates it for SRCs during this proceeding,		
23		the SRC request will be updated. If other funding is received after this proceeding,		

1 it will be included in the next base rate case or in another proceeding where the 2 Commission considers SRCs as permitted by PURA § 36.402(c). 3 Q. HAS THE COMPANY INCLUDED ANY SRCS FROM A STORM EVENT OTHER THAN HURRICANE BERYL, HURRICANE FRANCINE, OR 4 5 WINTER STORM ENZO? Yes. Based on the settlement agreement filed in Docket No. 57271, 4 the Company 6 A. 7 agreed to defer \$17,500,000 of requested distribution-related SRCs related to two 8 May 2024 storm events ("May 2024 EOP Storms") to a future regulatory 9 proceeding. The Company has included these distribution-related SRCs from the 10 May 2024 EOP Storms in this proceeding. Mr. Pryor and Mr. HasBrouck address 11 these costs in their direct testimonies. 12 DID CENTERPOINT HOUSTON INCUR COSTS RELATED Q. 13 HURRICANE BERYL THAT ARE NOT INCLUDED IN THIS FILING AND WILL NOT BE RECOVERED FROM CUSTOMERS? 14 15 Yes. The Company incurred over \$100 million related to system hardening and A. 16 improvements that are not included in this filing. Further, the Company has not 17 included in this filing any costs associated with the development and enhancements 18 to the Company's Outage Tracker tool. The Company will not seek recovery of these costs from customers. 19

⁴ Docket No. 57271, Stipulation and Settlement Agreement.

1 IV. <u>ACCOUNTING FOR SYSTEM RESTORATION COSTS</u>

2	Α.	Books	and	Records

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Q. HOW DID CENTERPOINT HOUSTON COMPILE AND RECORD THE

4 SRCS ADDRESSED IN THIS DOCKET?

- As discussed in more detail below, and consistent with the Company's traditional accounting practices, CenterPoint Houston directly charged cost objects specifically created for Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo SRCs. Individual cost objects (which are codes that are used to track and record costs) were separately created for each storm event's preparation and restoration efforts and in a manner to identify costs by operational department, along with relevant cost categories.
- 12 Q. ARE THERE PROCEDURES IN PLACE REGARDING THE INITIAL
- 13 COST OBJECTS TO BE CREATED IN THE EVENT OF A MAJOR

14 **WEATHER EVENT?**

15 A. Yes. CenterPoint Houston follows an established process of creating individual
16 cost objects in the event of a major weather event. The basic procedure used to
17 create the initial weather event cost objects was consistent with cost objects the
18 Company created for other weather events such as Hurricanes Nicholas, Laura,
19 Harvey, Ike as well as the May 2024 EOP Storms.

1	Q.	HOW DID THE COMPANY AND OTHER CNP PERSONNEL KNOW		
2		WHICH COST OBJECT THEY SHOULD USE TO BILL THEIR TIME		
3		AND EXPENSES RELATED TO SYSTEM RESTORATION?		
4	A.	Cost objects were distributed to key Operations personnel upon creation. Further		
5		communications were distributed to inform broad employee groups of the cost		
6		objects to be used for charging time and expenses related to system restoration		
7		efforts for each storm.		
8	Q.	WERE ANY OF THE COST OBJECTS FOR THE HURRICANE BERYL		
9		HURRICANE FRANCINE, OR WINTER STORM ENZO PREPARATION		
10		AND RESTORATION WORK USED TO RECORD ANY COSTS THAT		
11		ARE NOT RELATED TO THOSE STORMS?		
12	A.	No.		
13	Q.	HOW WERE THE COSTS FUNCTIONALIZED BETWEEN		
14		TRANSMISSION AND DISTRIBUTION?		
15	A.	As discussed above, many cost objects were used to capture storm costs. Cost		
16		were functionalized between Transmission and Distribution based on the work		
17		performed associated with the costs. Generally, cost objects are established such		
18		that Transmission and Distribution costs are captured separately. The amounts		
19		reflected in cost objects established for capturing only Transmission or only		
20		Distribution costs were reviewed to assure detailed line items were appropriately		
21		classified as Transmission or Distribution. Allocations were used in instances		
22		where the costs incurred were attributable to both Transmission and Distribution.		
23		The table below describes the allocation methodology used for cost objects		

attributable to both Transmission and Distribution, and a list of all Substation cost objects is shown in WP RW-1 Substation Functionalization.

3 Table RW-2

Substation	Individual cost objects were created and used to
	track costs by substation. Substations were
	individually analyzed to determine which portion
	of the work supported the Distribution versus
	Transmission function. In this analysis, the
	Company utilized existing percentages previously
	established in Docket No. 56211, to functionalize
	Substation costs. Those percentages were
	developed based on analysis of costs at the
	individual property section level to determine
	whether the cost was Transmission or Distribution
	related. The percentages by substation cost object
	are shown in workpaper WP RW-1 Substation
	Functionalization.

4 Q. ARE COSTS FOR COMPANY STRAIGHT-TIME LABOR INCLUDED IN

5 THE CALCULATION OF SRCS?

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A. Yes. Approximately 4,200 Company and affiliate employees were involved in the Company's restoration efforts for Hurricane Beryl, Hurricane Francine, and Winter Storm Enzo. Restoration work and fulfilling EOP-related roles are above and beyond an employee's typical work assignment for a given day.

10 Q. IS IT APPROPRIATE TO INCLUDE STRAIGHT-TIME LABOR COSTS 11 IN SRCS?

A. Yes. The broad category of "system restoration costs" under PURA § 36.402(a) includes costs due to "any activities" connected with restoration of service after a major storm without distinguishing between straight-time or overtime labor. Also, the statute does not require that the system restoration activities be incremental to typical activities an employee handles in the day-to-day course of work. That being