

Southwestern Public Service Company

Construction Program
(thousands)

(a) Base Period and two succeeding years

Line No.	Function	Base Period (For the 12 Months Ended 09/30/2020) ⁽¹⁾	2020 (Actuals through 10/1/2020 Forecasted Through 12/31/2020)	2021 ⁽²⁾	2022 ⁽²⁾
1	Production ⁽³⁾	\$ 48,000	\$ 13,000	\$ 45,000	\$ 34,000
2	Allowance for Funds Used During Construction ("AFUDC")	1,000	-	1,000	-
3	Retirement Work in Progress ("RWIP")	4,000	1,000	4,000	2,000
4	Total Production	\$ 53,000	\$ 14,000	\$ 50,000	\$ 36,000
5	Transmission ⁽³⁾	\$ 278,000	\$ 51,000	\$ 226,000	\$ 350,000
6	AFUDC	12,000	2,000	5,000	5,000
7	RWIP	23,000	2,000	7,000	11,000
8	Total Transmission	\$ 313,000	\$ 55,000	\$ 238,000	\$ 366,000
9	Distribution ⁽³⁾	\$ 153,000	\$ 40,000	\$ 119,000	\$ 186,000
10	AFUDC	2,000	-	1,000	1,000
11	RWIP	10,000	2,000	7,000	10,000
12	Total Distribution	\$ 165,000	\$ 42,000	\$ 127,000	\$ 197,000
13	Other ⁽³⁾	\$ 85,000	\$ 21,000	\$ 81,000	\$ 97,000
14	AFUDC	2,000	1,000	3,000	2,000
15	RWIP	(1,000)	-	1,000	1,000
16	Total Other	\$ 86,000	\$ 22,000	\$ 85,000	\$ 100,000
17	Other Production Wind ⁽³⁾	\$ 548,000	\$ 100,000	\$ 18,000	\$ 14,000
18	AFUDC	24,000	10,000	-	-
19	RWIP	(8,000)	1,000	-	3,000
20	Total Other	\$ 564,000	\$ 111,000	\$ 18,000	\$ 17,000
21	Total	\$ 1,181,000	\$ 244,000	\$ 518,000	\$ 716,000

(b) Explanation of Assumptions

⁽¹⁾ Base Period Values are actual Construction Work in Progress ("CWIP") and Retirement Work in Progress ("RWIP") spend and calculated AFUDC.

⁽²⁾ 2021 and 2022 - All amounts are forecasted CWIP & RWIP spend and calculated AFUDC.

⁽³⁾ Does not include AFUDC.

Note: SPS does not forecast capital expenditures on a jurisdictional basis. Thus, these numbers are presented at a total-company level.

Southwestern Public Service Company

Sources of Construction Funds
(thousands)

Line No.	Source	Base Period (For the 12 Months Ended 9/30/2020)	(Actuals through 9/30/2020 Forecast Through 12/31/2020)	2021	2022
1	Internal Cash	\$ 597,000	\$ 307,000	\$ 398,000	\$ 509,000
2	Financing				
3	Equity Infusions	460,000	5,000	190,000	225,000
4	Dividends	(185,000)	(55,000)	(210,000)	(210,000)
5	Long Term Debt issuances/retirements (net)	350,000	-	150,000	200,000
6	Allowance for Funds Used During Construction ("AFUDC") ⁽¹⁾	\$ 1,222,000	\$ 257,000	\$ 528,000	\$ 724,000
7	Less AFUDC ⁽¹⁾	41,000	13,000	10,000	8,000
8	Total Construction Funds for Expenditures Excluding AFUDC	\$ 1,181,000	\$ 244,000	\$ 518,000	\$ 716,000

⁽¹⁾ Amounts tie to Schedule J-1.**(b) Explanation of Assumptions**

Financing assumptions are based on the capital expenditure forecast and the need to maintain SPS's target equity ratio.

Please see the Direct Testimony of Patricia L. Martin regarding SPS's target equity ratio.

Note: SPS does not forecast capital expenditures on a jurisdictional basis. Thus, these numbers are presented at a total-company level.