

SUBJECT: CNP Distribution Cost Recovery Factor (DCRF) Effective September 1, 2018

NOTICE DATE: July 13, 2018

NOTICE TYPE: Informational

SHORT DESCRIPTION: CenterPoint Energy Houston Electric, LLC's Distribution Cost Recovery Factor (DCRF) will be effective September 1, 2018.

INTENDED AUDIENCE: Competitive Retailers

LONG DESCRIPTION: Pursuant to Commission's order dated July 11, 2018 to allow for interim rates in PUC Docket No. 48226, these interim rates are subject to final approval. CenterPoint Energy Houston Electric, LLC's Distribution Cost Recovery Factor (DCRF) will be effective September 1, 2018.

The DCRF is an interim rate adjustment allowed by Texas statute that permits electric utilities to implement new rates to account for changes in distribution invested capital without filing a full rate case.

ADDITIONAL INFORMATION: An additional notice will be provided to the Market when these rates go into effect.

Competitive Retailer Relations

CenterPoint Energy Houston Electric, LLC