



HARCUVAR TRANSMISSION PROJECT OPEN SEASON MEETING

November 7, 2008
10:30 AM to 2:00 PM MST
Central Arizona Water Conservation District Offices
23636 North 7th Street, Phoenix, Arizona, 85024

Meeting Purpose:

This is an open, public meeting for the purpose of seeking participation interest in the Harcuvar Transmission Project (HTP). At this meeting an overview and history of the HTP will be provided along with the expected next steps. Entities will also be given an opportunity to ask questions regarding participation options. It is expected that subsequent meetings will be held among those expressing an interest for the purpose of pursuing development of the HTP.

Project Description:

The HTP consists of two components. The first is a proposed 100 mile, 230kV transmission loop located in La Paz County, Arizona, approximately 60 miles west of the Palo Verde Hub. The southern end of this loop will interconnect with the proposed Devers-Palo Verde No. 2 500kV transmission project (DPV2) just east of the Kofa Wildlife Refuge. The northern end will interconnect to the Western Area Power Administration's (Western's) existing Harcuvar 230kV substation. The second component of the HTP entails joint ownership rights in the DPV2 from the point of interconnection east to the Palo Verde hub.

Project Benefits:

The HTP will afford generation projects a means of interconnecting to the regional transmission grid as well as simultaneous access to the Palo Verde hub, California ISO, and Western's Parker-Davis transmission system. Its location lies within a prime area for both solar and thermal generation projects.

Project Status:

The HTP's development has been coordinated through the Colorado River Transmission (CRT) planning committee. A technical subcommittee was formed under the CRT through which preliminary technical studies were conducted. Eight different scenarios, consisting of various project configurations and generation interconnections, were evaluated. No significant system impacts were found. To date the HTP sponsor has been the Central Arizona Water Conservation District (CAWCD). CAWCD and Southern California Edison are developing a Memorandum of Understanding (MOU) under which the two entities will share ownership in the DPV2. This joint ownership will apply only to that portion of the DPV2 from the HTP's point of interconnection east to the Palo Verde hub.

Next Steps:

At the Open Season meeting a date will be set for the first meeting of the HTP development team. The two objectives of this subsequent meeting will be to; (1) finalize the technical specifications for the HTP to be used in the interconnection studies and, (2) initiate discussion on the form of an MOU under which participants will jointly pursue the HTP's development. If amenable to the participants, entities may be afforded the option of providing in-house technical expertise as a means of contributing to the development of the HTP.

Statements of Interest:

All entities seeking to participate in the HTP's development are requested to submit formal written statements of interest. These statements should include the type of interest (interconnection, capital contribution, etc.), amount of capacity or percent interest, and desired points of interconnection and delivery for any capacity or ownership rights. These statements of interest may be mailed, hand delivered at the Open Season meeting, or sent as an attachment to an e-mail to Mr. Gary Ijams, with a "cc" to Kenneth Bagley, at the addresses listed below. All statements of interest must be received by Wednesday, November 12, 2008.

Contact Information:

Gary Ijams
Power Programs Manager
Central Arizona Water Conservation District
23636 North 7th Street
Phoenix, AZ 85024
gijams@cap-az.com

Kenneth Bagley
Manager
Genesee Consulting Group
1830 West Calle Escuda
Phoenix, AZ 85085
kabagley@cox.net

Any questions regarding this Open Season process or the HTP should be directed to Kenneth Bagley, via e-mail, at kabagley@cox.net. Answers to these questions, which are generic to the HTP and the Open Season process, will be repeated at the Open Season meeting.

RSVP Requested:

Please RSVP, via e-mail to Kenneth Bagley, your intentions to attend this meeting and the number in your party. This is to help ensure adequate meeting room facilities and lunch accommodations.