

From: Rushmore, Kathy [<mailto:kathy.rushmore@urs.com>]
Sent: Thursday, March 21, 2013 4:03 PM
To: Worl, Robert@Energy; Heiser, John@Energy; Shileikis, Dale
Subject: RE: HECA transmission line downstream question/verification

Bob and John,

Regarding your question on the Mesa Substation upgrades, SCE will be responsible for the Area Deliverability Upgrades, which include upgrades to the Mesa Substation. The HECA Project will not be funding these upgrades.

Mark Goodman, HECA's transmission engineer, spoke with Sudath Edirisuriya, CEC's electrical technical reviewer, on March 8 about the CAISO Phase I Report results. Mark had explained that for the Area Deliverability Upgrades, that include upgrades to SCE's Mesa substation, the responsibility for all study work would be with SCE which is the utility that will be performing the upgrades. The Area Deliverability Upgrades are a new element recently included in the current Generator Interconnect and Deliverability Assessment Procedure (GIDAP). Although the HECA Project was assessed a portion of the overall cost of the Area Deliverability Upgrades (i.e., Mesa upgrades) on a cost per MW basis, the current GIDAP gives the Interconnection Customer (i.e., HECA) two options regarding funding of the Area Deliverability Upgrades:

- **Option A - the project elects to not provide the funding for the Area Deliverability Upgrades**
- or
- **Option B - the project elects to provide the funding for the Area Deliverability Upgrades**

Since the funding would not guarantee deliverability to the Project, **the HECA Project has elected Option A to not provide the funding.** With either funding option, SCE would still be responsible for all of the work related to the Area Deliverability Upgrades.

Please let us know if you have any more questions.

Kathy Rushmore
URS Corporation
Post Montgomery Center
One Montgomery Street, Suite 900
San Francisco, CA 94104-4538

Direct: 415.243.3833
Cell: 415.203.3680
Office: 415.896.5858
Fax: 415.882.9261
Kathy.Rushmore@URS.com

This e-mail and any attachments contain URS Corporation confidential information that may be proprietary or privileged. If you receive this message in error or are not the intended recipient, you should not retain, distribute, disclose or use any of this information and you should destroy the e-mail and any attachments or copies.

From: Heiser, John@Energy [<mailto:john.heiser@energy.ca.gov>]
Sent: Tuesday, March 19, 2013 3:42 PM
To: Rushmore, Kathy; Shileikis, Dale
Cc: Worl, Robert@Energy
Subject: HECA transmission line downstream question/verification

Greetings Kathy and Dale, just inquiring or requesting clarification on the downstream impacts related to HECA in regards to transmission line impacts and the Mesa Substation located in Los Angeles County. The question was raised recently at the CEC in that is SCE relying on SoCal Edison staff employees for the substation upgrades at the Mesa facility or relying on outside contractors.

Thanks and look forward to your response.

John