SPP Notification to Construct with Conditions

April 9, 2012

Mr. Carl Huslig
ITC Great Plains, LLC
1100 Southwest Wanamaker Road
Topeka, KS 66604

RE: Notification to Construct Approved ITP10 Network Upgrades

Dear Mr. Huslig,

Pursuant to Section 3.3 of the Southwest Power Pool, Inc. ("SPP") Membership Agreement and Attachment O, Section VI, of the SPP Open Access Transmission Tariff ("OATT"), SPP provides this Notification to Construct ("NTC") directing ITC Great Plains, LLC ("ITCGP"), as the Designated Transmission Owner ("DTO"), to construct the Network Upgrade(s). This NTC is Conditioned upon ITCGP not ordering materials or beginning construction until:

(1) the DTO submits a refined project cost estimate (CPE) to SPP that has a variance bandwidth of -20% to +20% that does not exceed the Study Estimate variance bandwidth of -30% to +30% as provided for in SPP’s Business Practices; or

(2) the SPP Board of Directors considers SPP’s re-evaluation of a project that has a refined project cost estimate (CPE) from the DTO that exceeds the Study Estimate variance bandwidth of -30% to +30% as provided for in SPP’s Business Practices.

On January 31, 2012, the SPP Board of Directors approved the Network Upgrade(s) listed below to be constructed as part of the 2012 Integrated Transmission Planning 10-Year ("ITP10") Assessment.

**New Network Upgrades**

**Project ID:** 30367
**Project Name:** Multi - Elm Creek - Summit 345 kV
**Need Date for Project:** 3/1/2018
**Estimated Cost for Project:** $104,807,789 (this project cost contains Network Upgrades not included in this NTC)
Network Upgrade ID: 50425
Network Upgrade Name: Elm Creek - Summit 345 kV Ckt 1 (ITCGP)
Network Upgrade Description: Build new 345 kV line from Elm Creek to Summit. The total mileage of this Elm Creek to Summit 345 kV line is 58 miles. ITCGP and Westar Energy, Inc. shall decide who shall build how much of these Network Upgrades and shall provide such information, along with specific cost estimates for each Designated Transmission Owner's portion of the Network Upgrades, to SPP in its response to this NTC-C.
Network Upgrade Owner: ITCGP
MOPC Representative: Carl Huslig
TWG Representative: Alan Myers
Categorization: ITP10
Network Upgrade Specification: All elements and conductor must have at least an emergency rating of 1792 MVA, but are not limited to that amount.
Network Upgrade Justification: To address voltage collapse at Elm Creek 230 kV for the loss of the Elm Creek - Northwest Manhattan 230 kV line.
Cost Allocation of the Network Upgrade: Base Plan

Network Upgrade ID: 50426
Network Upgrade Name: Elm Creek 345/230 kV Transformer
Network Upgrade Description: Install new 345/230 kV transformer at Elm Creek.
Network Upgrade Owner: ITCGP
MOPC Representative: Carl Huslig
TWG Representative: Alan Myers
Categorization: ITP10
Network Upgrade Specification: All elements and conductor must have at least an emergency rating of 448 MVA, but are not limited to that amount.
Network Upgrade Justification: To address voltage collapse at Elm Creek 230 kV for the loss of the Elm Creek - Northwest Manhattan 230 kV line.
Estimated Cost for Network Upgrade (current day dollars): $5,403,707
Cost Allocation of the Network Upgrade: Base Plan
Estimated Cost Source: ITCGP
Date of Estimated Cost: 11/1/2011

Network Upgrade ID: 50427
Network Upgrade Name: Elm Creek 345 kV Terminal Upgrades
Network Upgrade Description: Bus work on 345 kV side at Elm Creek substation.
Network Upgrade Owner: ITCGP
MOPC Representative: Carl Huslig
TWG Representative: Alan Myers
Categorization: ITP10
Network Upgrade Specification: All elements and conductor must have at least an emergency rating of 1792 MVA, but are not limited to that amount.

Network Upgrade Justification: To address voltage collapse at Elm Creek 230 kV for the loss of the Elm Creek - Northwest Manhattan 230 kV line.

Estimated Cost for Network Upgrade (current day dollars): $8,015,964

Cost Allocation of the Network Upgrade: Base Plan

Estimated Cost Source: ITCGP

Date of Estimated Cost: 11/11/2011

Network Upgrade ID: 50428

Network Upgrade Name: Elm Creek 230 kV Terminal Upgrades

Network Upgrade Description: Bus work on 230 kV side at Elm Creek substation.

Network Upgrade Owner: ITCGP

MOPC Representative: Carl Huslig

TWG Representative: Alan Myers

Categorization: ITP10

Network Upgrade Specification: All elements and conductor must have at least an emergency rating of 1792 MVA, but are not limited to that amount.

Network Upgrade Justification: To address voltage collapse at Elm Creek 230 kV for the loss of the Elm Creek - Northwest Manhattan 230 kV line.

Estimated Cost for Network Upgrade (current day dollars): $697,163

Cost Allocation of the Network Upgrade: Base Plan

Estimated Cost Source: ITCGP

Date of Estimated Cost: 11/11/2011

Commitment to Construct

Please provide to SPP a written commitment to construct the Network Upgrade(s) within 90 days of the date of this NTC, pursuant to Attachment O, Section VI.6 of the SPP OATT, in addition to providing a construction schedule for the Network Upgrade(s). Failure to provide a sufficient written commitment to construct as required by Attachment O could result in the Network Upgrade(s) being assigned to another entity.

NTC-C Project Estimate (CPE)

Please provide SPP a NTC-C Project Estimate (CPE) by February 28, 2013, as described in SPP’s Business Practices regarding Notification to Construct with Conditions. ITCGP shall advise SPP of any inability to provide the CPE by February 28, 2013 as soon as the inability becomes apparent.

Removal of Conditions

Upon notice by SPP of removal of the conditions contained in this NTC, SPP will issue the DTO a new NTC and the following will be applicable:
Mitigation Plan
The Need Date represents the timing required for the Network Upgrade(s) to address the identified need. Your prompt attention is required in the formulation and approval of any necessary mitigation plans for the Network Upgrade(s) included in the Network Upgrade(s) if the Need Date is not feasible. Additionally, if it is anticipated that the completion of any Network Upgrade will be delayed past the Need Date, SPP requires a mitigation plan be filed within 60 days of the determination of expected delays.

Notification of Commercial Operation
Please submit a notification of commercial operation for each listed Network Upgrade to SPP once the Network Upgrade is complete and in-service. Please provide SPP with the actual costs of these Network Upgrades as soon as possible after completion of construction. This will facilitate the timely billing by SPP based on actual costs.

Notification of Progress
Please keep SPP advised of any inability on ITCGP's part to complete the approved Network Upgrade(s). For project tracking purposes, SPP requires ITCGP to submit status updates for the Network Upgrade(s) quarterly in conjunction with the SPP Board of Directors meetings. However, ITCGP shall also advise SPP of any inability to comply with the Project Schedule as soon as the inability becomes apparent.

All terms and conditions of the SPP OATT and the SPP Membership Agreement shall apply to this Project, and nothing in this NTC shall vary such terms and conditions.

Don't hesitate to contact me if you have questions or comments regarding these instructions. Thank you for the important role that you play in maintaining the reliability of our electric grid.

Sincerely,

Lanny Nickell
Vice President, Engineering
Phone: (501) 614-3232 • Fax: (501) 821-3198 • lnickell@spp.org

cc: Carl Monroe - SPP
    Katherine Prewitt - SPP
    Alan Myers - ITC Great Plains, LLC