

**SPP-NTC-200218**

**SPP  
Notification to Construct**

February 19, 2013

Mr. Paul Malone  
Nebraska Public Power District  
P.O. Box 608  
York, NE 68467

RE: Notification to Construct Approved Reliability Network Upgrades

Dear Mr. Malone,

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 Nebraska Public Power District ("NPPD"), as the Designated Transmission Owner, to construct the Network Upgrade(s).

On January 29, 2013, the SPP Board of Directors approved the Network Upgrade(s) listed below to be constructed.

**New Network Upgrades**

**Project ID:** 30207

**Project Name:** Device - Cozad 115 kV

**Need Date for Project:** 6/1/2014

**Estimated Cost for Project:** \$677,370

**Network Upgrade ID:** 50214

**Network Upgrade Name:** Cozad 115 kV Capacitor

**Network Upgrade Description:** Install 18 Mvar 115 kV capacitor bank at Cozad.

**Network Upgrade Owner:** NPPD

**MOPC Representative(s):** Paul Malone

**TWG Representative:** Randy Lindstrom

**Categorization:** Regional reliability

**Network Upgrade Specification:** Install 18 Mvar capacitor bank.

**Network Upgrade Justification:** To address low voltage at Westminster 115 kV for the outage of Johnson No 2 - Westminster 115 kV Ckt 1.

**Estimated Cost for Network Upgrade (current day dollars):** \$677,370

**Cost Allocation of the Network Upgrade:** Base Plan

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**Estimated Cost Source:** NPPD  
**Date of Estimated Cost:** 11/15/2012

**Withdrawal of Upgrades**

**Previous NTC Number:** 200170  
**Previous NTC Issue Date:** 4/9/2012  
**Project ID:** 30286  
**Project Name:** Multi - Stegall 345/230 kV Transformer Ckt 2

**Network Upgrade ID:** 50400  
**Network Upgrade Name:** Stegall - Stegall Tap 230 kV Ckt 2  
**Network Upgrade Description:** Build 3.3-mile tie line between Stegall 230 kV and 345 kV substations.  
**Reason for Change:** The 2013 ITP Near-Term Assessment identified a better regional solution: Project ID 30496 "Multi - Stegall 345/115 kV and Stegall - Scottsbluff 115 kV".

**Previous NTC Number:** 20127  
**Previous NTC Issue Date:** 2/14/2011  
**Project ID:** 30286  
**Project Name:** Multi - Stegall 345/230 kV Transformer Ckt 2

**Network Upgrade ID:** 50320  
**Network Upgrade Name:** Stegall 345/230 kV Transformer Ckt 2  
**Network Upgrade Description:** Add second 345/230 kV parallel 3-winding transformer at Stegall.  
**Reason for Change:** The 2013 ITP Near-Term Assessment identified a better regional solution: Project ID 30496 "Multi - Stegall 345/115 kV and Stegall - Scottsbluff 115 kV".

**Withdrawal of Network Upgrade**

NPPD has been made aware of all Network Upgrades withdrawn through the expansion plan process. This letter is the formal notification to stop any further work on these Network Upgrade(s), collect any cost associated with the Network Upgrade(s), and provide this information to SPP.

**Commitment to Construct**

Within 90 days of this NTC, please provide to SPP a written commitment to construct the Network Upgrade(s) pursuant to Attachment O, Section VI.6 of the SPP OATT, a construction schedule for the Network Upgrade(s), and the NTC Project Estimate, which is the updated  $\pm 20\%$  cost estimate for the Network Upgrade(s) in the Standardized Cost Estimate Reporting Template.

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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.

**Mitigation Plan**

The Need Date represents the timing required for the Network Upgrade(s) to address the identified need. Your prompt attention is required for 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 as soon as 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.

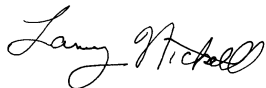
**Notification of Progress**

Please continue to keep SPP advised of any inability on NPPD's part to complete the approved Network Upgrade(s). For project tracking, SPP requires NPPD to submit quarterly status updates of the Network Upgrade(s) in conjunction with the SPP Board of Directors meetings. However, NPPD 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,

A handwritten signature in black ink that reads "Lanny Nickell".

Lanny Nickell  
Vice President, Engineering  
Phone: (501) 614-3232 • Fax: (501) 482-2022 • [lnickell@spp.org](mailto:lnickell@spp.org)

cc: Carl Monroe - SPP  
Katherine Prewitt - SPP  
Randy Lindstrom - NPPD

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