

SPP-NTC-210670

**SPP
Notification to Construct**

May 13, 2022

Mr. Marcos Mora
NextEra Energy Transmission Southwest, LLC
700 Universe Boulevard
Juno Beach, FL 33408

RE: Notification to Construct Approved Reliability Network Upgrades

Dear Mr. Mora,

On October 27, 2020, the Southwest Power Pool, Inc. ("SPP") Board of Directors ("Board") approved the Network Upgrade listed below to be constructed as part of the 2020 Integrated Transmission Planning ("ITP") Assessment. The Network Upgrade was deemed to be a Competitive Upgrade in accordance with Section I of Attachment Y of the SPP Open Access Transmission Tariff ("OATT") which requires the selection of a Designated Transmission Owner ("DTO") through the Transmission Owner Selection Process ("TOSP") in Attachment Y of the SPP OATT. On April 26, 2022, the Board concluded the Transmission Owner Selection Process for the Network Upgrade by selecting NextEra Energy Transmission Southwest, LLC ("NEET SW") as the DTO.

Accordingly, pursuant to Section 3.3 of the SPP Membership Agreement and Attachments O and Y of the SPP OATT, SPP provides this Notification to Construct ("NTC") directing NEET SW, as the DTO, to construct the Network Upgrade.

New Network Upgrades

Project ID: 81741

Project Name: Multi - Minco - Pleasant Valley - Draper 345 kV

Need Date for Project: 1/1/2025¹

Estimated Cost for Project: \$106,585,362 (this project cost contains Network Upgrades not included in this NTC)

¹ NEET SW guaranteed an in-service date of 7/1/2024 in their response to RFP ([SPP RFP000005](#))

SPP-NTC-210670

Network Upgrade ID: 133085
Network Upgrade Name: Minco - Pleasant Valley 345 kV Ckt 1
Network Upgrade Description: Build 35.0 miles of 345 kV line from Minco to Pleasant Valley 345 kV to achieve a 1792 MVA summer emergency rating.
Network Upgrade Owner: NEET SW
MOPC Representative(s): Marcos Mora
TWG Representative(s): n/a
Categorization: Economic
Network Upgrade Specification: All elements and conductor must have at least an emergency rating of 1792 MVA²
Network Upgrade Justification: 2020 ITP
Estimated Cost for Network Upgrade (current day dollars): \$38,537,429
Cost Allocation of the Network Upgrade: Base Plan
Estimated Cost Source: NEET SW
Date of Estimated Cost: 4/26/2022

Network Upgrade ID: 133106
Network Upgrade Name: Draper - Pleasant Valley 345 kV Ckt 2
Network Upgrade Description: Build a second 13.4-mile 345 kV line from Draper 345 kV substation to Pleasant Valley 345 kV substation with a summer emergency rating of 1792 MVA
Network Upgrade Owner: NEET SW
MOPC Representative(s): Marcos Mora
TWG Representative(s): n/a
Categorization: Economic
Network Upgrade Specification: All elements and conductor must have at least an emergency rating of 1792 MVA²
Network Upgrade Justification: 2020 ITP
Estimated Cost for Network Upgrade (current day dollars): \$16,516,041
Cost Allocation of the Network Upgrade: Base Plan
Estimated Cost Source: NEET SW
Date of Estimated Cost: 4/26/2022

Commitment to Construct

In accordance with Section III of Attachment Y of the SPP OATT, in order to become the DTO

² 2020 ITP Assessment study identified a minimum emergency rating of 1792 MVA. NEET SW's proposal included an emergency rating of 2905 MVA in their response to RFP ([SPP RFP000005](#))

SPP-NTC-210670

of the Network Upgrade, within seven (7) calendar days of receiving this NTC, NEET SW must (1) provide written notification to SPP that it accepts the NTC and (2) submit to SPP a deposit in accordance with Section III.2(d)(xii) of Attachment Y of the SPP OATT. NEET SW shall be deemed to have waived its right to become the DTO if these requirements are not met.

By accepting the NTC, NEET SW agrees that as the DTO selected by the Board through the TOSP, that NEET SW will complete the Network Upgrade in accordance with the RFP Proposal submitted by NEET SW in the TOSP for the Network Upgrade.

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.

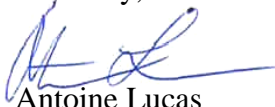
Notification of Progress

On an ongoing basis, please keep SPP advised of any inability on NEET SW's part to complete the approved Network Upgrade(s). For project tracking, SPP requires NEET SW's to submit status updates of the Network Upgrade(s) quarterly in conjunction with the SPP Board of Directors meetings. However, NEET SW 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(s), and nothing in this letter shall vary such terms and conditions.

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

Sincerely,

A handwritten signature in blue ink, appearing to read "Antoine Lucas".

Antoine Lucas

Vice President, Engineering

Phone: (501) 614-3382 • Fax: (501) 482-2022 • alucas@spp.org

cc: Lanny Nickell - SPP
Casey Cathey - SPP
David Kelley - SPP
SPPprojecttracking@spp.org