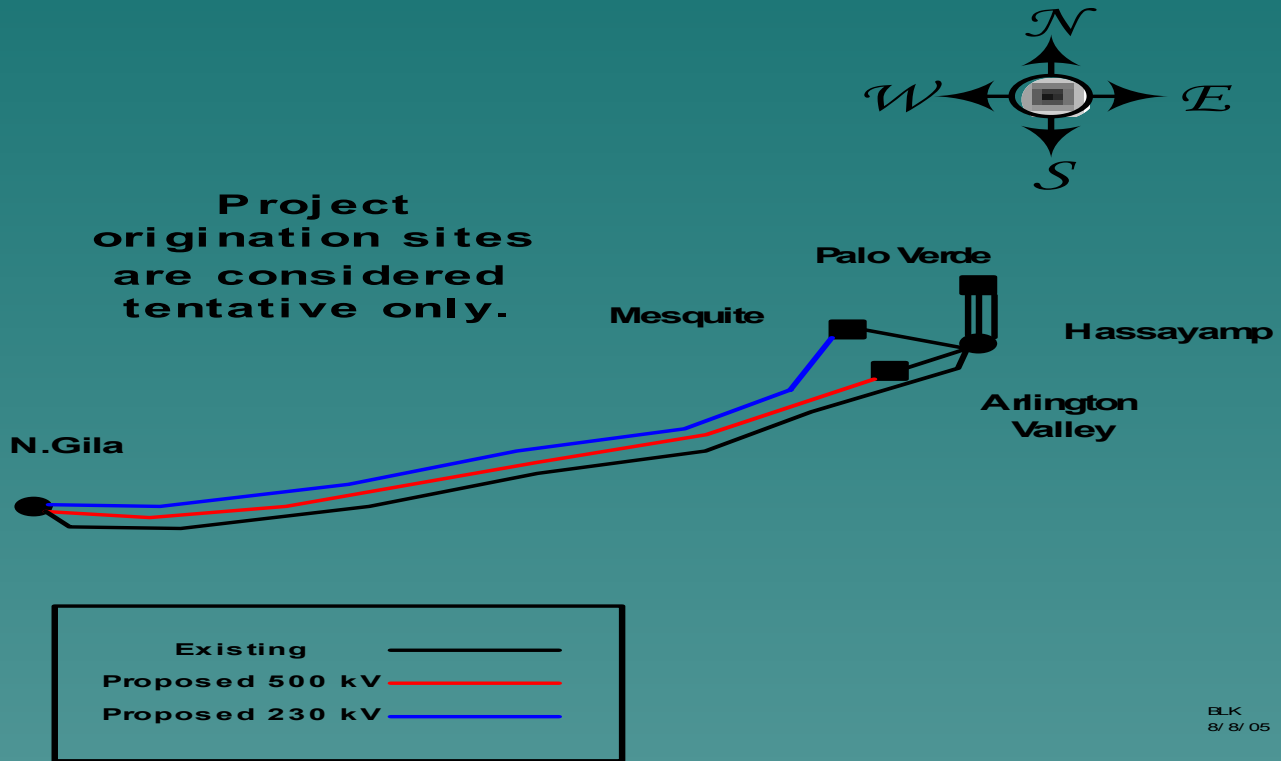


Palo Verde-Yuma Project

**STEP Meeting 8/9/05
San Diego, CA**

**Bob Smith
APS**

Palo Verde-Yuma Project



Palo Verde-Yuma Project

- ◆ Interested participants include:
 - Arizona Public Service
 - Imperial Irrigation District
 - San Diego Gas and Electric
 - Wellton-Mohawk Irrigation and Drainage District

Palo Verde-Yuma Project

◆ Background

- Tentative in-service date is summer 2012 per APS Ten Year Plan, however interest exists to accelerate in-service date to summer 2010.
- Present need for the project is to add import capability to the APS's Yuma load and transfer capability to the area.
- Non-simultaneous EOR studies will identify whether project will be 230 kV vs. 500 kV.
- A tentative study plan has been drafted and additional comments have been received by group members.

Palo Verde-Yuma Project

◆ Current Status

- Kickoff meeting on 5/18 to describe project and identify interests.
- Met on 6/15 to continue to discuss allocation and permitting issues.
- Will next meet on 9/18 to discuss permitting issues/allocation.
- MOU for participant funding of permitting costs is currently being drafted.
- Preliminary study results are expected by this fall.

Questions?