

ROBERTO R. DENIS SENIOR VICE PRESIDENT, ENERGY DELIVERY rdenis@NVEnergy.com T 702.402.5660 F 702.402.5300

November 6, 2013

Board of Governors California Independent System Operator PO Box 639014 Folsom, CA 95763

Ladies and Gentlemen:

I am writing to encourage the approval of the Energy Imbalance Market ("EIM") design and governance proposal.

As you are aware, NV Energy (NVE) and the California Independent System Operator (CAISO) announced in August 2012 an initiative to jointly study "the potential for development of transmission facilities between the two systems, as well as sharing conventional and renewable energy resources for the benefit of the respective customer groups."

As part of this study NV Energy and the CAISO staff have been evaluating several potential participation scenarios including the EIM. Initial results of this complex multiparty modeling effort have indicated that, based on the expected market design, participation by NV Energy in the EIM may benefit both California and Nevada customers.

Upon completion of the studies, NV Energy intends to file a report with the Public Utilities Commission of Nevada (PUCN) and seek approval from the PUCN to join the EIM.

I appreciate the hard work and dedication that the CAISO staff has put forth in its effort to develop an EIM and specifically working with NV Energy in our joint evaluation. NV Energy will continue to participate in the EIM stakeholder process and looks forward to working with the CAISO as the EIM is further defined.

Sincerely;

Roberto R. Denis