

SPP-NTC-200265

**SPP
Notification to Construct**

March 31, 2014

Mr. Noman Williams
Mid-Kansas Electric Company
301 W. 13th Street
Hays, KS 67601

RE: Notification to Construct for Transmission Service Request resulting from Aggregate Transmission Service Study SPP-2011-AG3-AFS-11

Dear Mr. Williams,

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 Mid-Kansas Electric Company ("MKEC"), as the Designated Transmission Owner, to construct the Network Upgrades.

On February 28, 2014, SPP concluded that the project(s) is required on the MKEC system to fulfill Transmission Service Requests as detailed in Aggregate Facility Study SPP-2011-AG3-AFS-11.

New Network Upgrades

Project ID: 30523

Project Name: Line - Cudahy - Kismet 115 kV Ckt 1

Need Date for Project: 6/1/2014

Estimated In-Service Date: 6/1/2018

Estimated Cost for Project: \$29,022,161

Network Upgrade ID: 50654

Network Upgrade Name: Cudahy - Kismet 115 kV Ckt 1 Rebuild

Network Upgrade Description: Construct new 115 kV substation adjacent to Cudahy. Tear down 23.2-mile 115 kV line from Cudahy to Kismet and rebuild with new 32-mile 115 kV line from Kismet to the new substation. Increase terminal limits as necessary at Kismet.

Network Upgrade Owner: MKEC

Categorization: Regional reliability

Network Upgrade Specification: All elements and conductor must have at least a

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summer emergency rating of 133 MVA.

Network Upgrade Justification: SPP-2011-AG3-AFS-11

Estimated Cost for Network Upgrade (current day dollars): \$29,022,161

Cost Allocation of the Network Upgrade: Base Plan

Estimated Cost Source: MKEC

Date of Estimated Cost: 6/25/2013

Project ID: 30524

Project Name: Line - Cimarron River Tap - Kismet 115 kV Ckt 1

Need Date for Project: 6/1/2014

Estimated In-Service Date: 6/1/2018

Estimated Cost for Project: \$6,746,720

Network Upgrade ID: 50655

Network Upgrade Name: Cimarron River Tap – Kismet 115 kV Ckt 1 Rebuild

Network Upgrade Description: Tear down 3.4-mile 115 kV line from Cimarron River Tap to Kismet and rebuild with new 6-mile 115 kV line from Cimarron River Station to Kismet. Install any necessary terminal equipment at Cimarron River Station. Increase terminal limits as necessary at Kismet.

Network Upgrade Owner: MKEC

Categorization: Regional reliability

Network Upgrade Specification: All elements and conductor must have at least a summer emergency rating of 130 MVA.

Network Upgrade Justification: SPP-2011-AG3-AFS-11

Estimated Cost for Network Upgrade (current day dollars): \$6,746,720

Cost Allocation of the Network Upgrade: Base Plan

Estimated Cost Source: MKEC

Date of Estimated Cost: 6/25/2013

Commitment to Construct

Please provide to SPP a written commitment to construct the Network Upgrade(s) within 90 days of the date of this Notification to Construct, pursuant to Attachment O, Section VI.6 of the SPP OATT, in addition to providing a construction schedule and an updated $\pm 20\%$ cost estimate, NTC Project Estimate, in the Standardized Cost Estimate Reporting Template for the Network Upgrade(s). Failure to provide a written commitment to construct as required by Attachment O could result in the Network Upgrade(s) being assigned to another entity.

Mitigation Plan

The Estimated In-Service 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 Upgrades(s)

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if the Estimated In-Service Date is not feasible. Additionally, if it is anticipated that the completion of any Network Upgrade will be delayed past the Estimated In-Service Date, SPP requires a mitigation plan be filed within 60 days of 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

On an ongoing basis, please keep SPP advised of any inability on MKEC's part to complete the approved Network Upgrade(s). For project tracking, SPP requires MKEC to submit status updates of the Network Upgrade(s) quarterly in conjunction with the SPP Board of Directors meetings. However consistent with Sections 20.1 and 32.10 of the SPP OATT, MKEC shall also advise SPP of any inability to comply with the project(s) Schedule 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 carry 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 plan in maintaining the reliability of our electric grid.

Sincerely,



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

cc: Carl Monroe - SPP
Katherine Prewitt - SPP
Tom Hestermann - MKEC
Clarence Suppes - MKEC
Al Tamimi - MKEC