

SPP-NTC-200470

**SPP
Notification to Construct**

January 19, 2018

Mr. Kevin Bornhoft
Corn Belt Power Cooperative
1300 13th Street North
Humboldt, IA 50548

RE: Notification to Construct Approved Reliability Network Upgrades

Dear Mr. Bornhoft,

Pursuant to Section 3.3 of the Southwest Power Pool, Inc. ("SPP") Membership Agreement and Attachments O and Y of the SPP Open Access Transmission Tariff ("OATT"), SPP provides this Notification to Construct ("NTC") directing Corn Belt Power Cooperative ("CBPC"), as the Designated Transmission Owner, to construct the Network Upgrade(s).

On July 20, 2017, SPP concluded that the projects are required on the CBPC system to fulfill Delivery Point Addition Requests as detailed in Delivery Point Network Study DPA-2017-March-735. On January 2, 2018, SPP filed the Transmission Service Agreement associated with the upgrade listed below.

New Network Upgrades

Project ID: 51260

Project Name: Device - Prestage Family 69 kV Cap Bank

Need Date for Project: 8/1/2018

Estimated Cost for Project: \$1,256,000

Network Upgrade ID: 71976

Network Upgrade Name: Prestage Family 69 kV Cap Bank

Network Upgrade Description: Add two new 9.6 MVAR capacitor banks (19.2 MVAR total) at the new Prestage Family 69 kV station

Network Upgrade Owner: CBPC

MOPC Representative(s): Kevin Bornhoft

TWG Representative: N/A

Categorization: Regional Reliability

Network Upgrade Specification: Add two new 9.6 MVAR capacitor banks (19.2 MVAR total) at the new Prestage Family 69 kV station

SPP-NTC-200470

Network Upgrade Justification: DPA-2017-March-735
Estimated Cost for Network Upgrade (current day dollars): \$1,256,000
Cost Allocation of the Network Upgrade: Base Plan
Estimated Cost Source: CBPC
Date of Estimated Cost: 10/23/2017

Commitment to Construct

Please provide to SPP a written commitment to construct the Network Upgrade(s) within 90 days of the date of this NTC, 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 sufficient written commitment to construct as required by the SPP OATT 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

On an ongoing basis, please keep SPP advised of any inability on CBPC's part to complete the approved Network Upgrade(s). For project tracking, SPP requires CBPC to submit status updates of the Network Upgrade(s) quarterly in conjunction with the SPP Board of Directors meetings. However, CBPC 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.

SPP-NTC-200470

Sincerely,



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

cc: Carl Monroe – SPP
Antoine Lucas – SPP
Jay Caspary – SPP
Tyler Baxter – CBPC