

Reliable Energy for our Future

A PG&E MidAmerican Partnership



Energizing the Valley and Generating Jobs

Panel Three: Herding Electrons

June 4, 2014

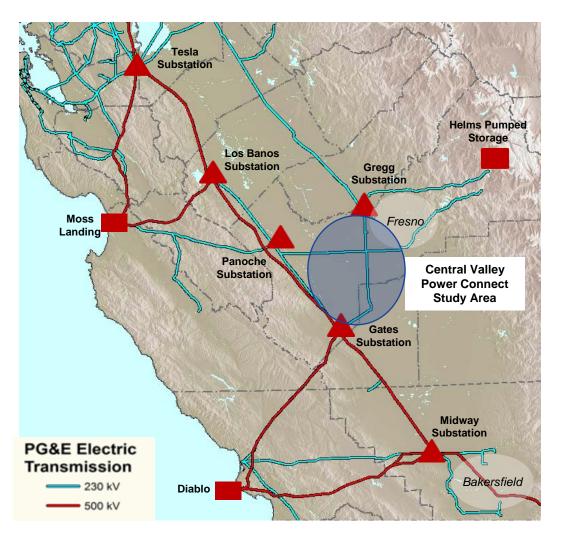
Steve Metague, PG&E Sr. Director Transmission Project Development







Project Overview



Central Valley Power Connect Project

- Approved in CAISO's 2012-2013
 Transmission Plan
- PG&E, MidAmerican Transmission and Citizens Energy Corporation consortium awarded project by CAISO in November, 2013

Scope

- New 70 mile 230 kV transmission line between Gates and Gregg Substations
- Estimated direct cost of \$115 to \$145 million

Project Benefits

- Improves Fresno area reliability
- Alleviates constraints at Helms
- Supports delivery and integration of renewable power to support 33% RPS



Project Schedule and Responsibilities

PG&E Lead

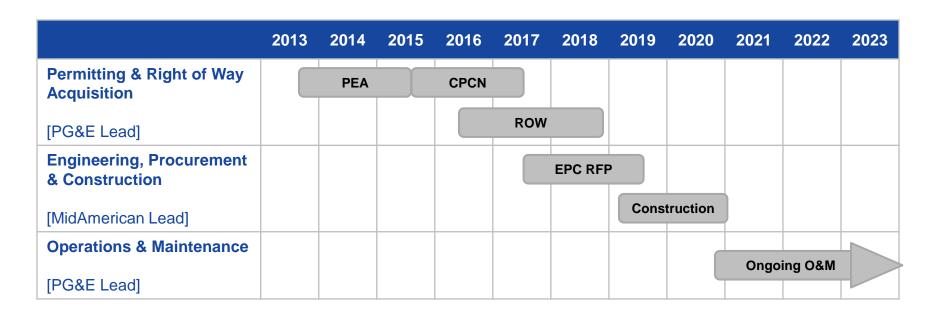
Environmental and Siting Studies Routing Studies Real Property Rights Acquisition Stakeholder Outreach / Public Affairs Operations and Maintenance Services

MidAmerican Lead

Project Design and Engineering Materials and Equipment Procurement Construction Services

Joint Activities

Budgets
Project Schedule
Cash Management and Billing
Procurement of CPUC Authorization
Coordination with CAISO
Interconnection Request and Studies





- CPCN preparation work is underway
- Recommended project route
 - PG&E / MAT team is evaluating various corridors and refining possible routes. Environmental, land use, engineering, cost and constructability analysis is combined with stakeholder input to define a recommended and alternative routes to guide field surveys in 2015.
- Community engagement
 - PG&E team has been meeting with stakeholders, including elected officials, planning departments, landowners and resource agencies.

Central Valley Power Connect 2014 Activity Schedule

Task Name	J	F	М	Α	М	J	J	Α	S	0	N	D
ID Study area & Potential Corridors												
Elected Officials outreach												
Stakeholder outreach												
Select a Recommended Alignment												
Develop detailed Project Description												





- Economic benefits study conducted by Cal Poly economists and peer reviewed by a Fresno State economist in September 2013*
- Study identified significant local economic benefits
 - Several hundred new jobs during construction
 - Approximately \$3 million in local tax revenues during construction
 - More than \$1.6 million in property tax annually after construction
 - Nearly \$50 million in total economic impact
- In addition, Citizens Energy will sponsor programs to reduce energy use for low income households in project area

^{*}Source: Riener, Kenneth, and Patrick Mayeda, 2013. Economic Benefits of Central Valley Power Connect: An Economic Impact Study.