

Pell, Jerry

From: Abreu, Alberto [AAbreu@SempraGeneration.com]
Sent: Tuesday, August 16, 2011 5:25 PM
To: Pell, Jerry
Cc:

Subject: RE: ESJ Power Allocation to the U.S. vs Mexico

Follow Up Flag: Follow up
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As you have noted, indeed the 1,250 MW reflects the capacity of the gen-tie line and we do in fact have interconnection requests for 1,120MW. Our presidential permit request is for 1,250MW and the amount of interconnection requests we have made to this point is incidental to the amount requested in our application for the Presidential Permit. We reaffirm our request for a 1,250MW capacity limit for the Presidential Permit.

Sempra has publicly stated many times that we believe there is enough wind capacity in the region for ESJ to sell power to both the US and Mexico markets. However, any such sales to Mexico may or may not reduce the amount injected onto the gen-tie line to below 1,250MW. As to the likelihood of any such sales to Mexico, although we think such sales are a possibility, we do not believe they should be characterized as "likely" at this time and we certainly would not characterize them that way. As to the details of the timing and amounts of sales to Mexico (or for that matter, the US), with the exception of the SDGE contract, such details are unknown at this time.

In April, SDG&E and Sempra Generation announced that they had reached an agreement to purchase and sell up to 156MW of energy from ESJ, from the Phase 1 portion of the project located in Ejido Jacume. ESJ has signed no other power supply contracts.

We believe that none of these details affect the environmental analysis or the impacts in the US associated with the project.

Thank you.

Alberto