From: Dave Raatz [mailto:draatz@bepc.com] Sent: Wednesday, November 10, 2010 4:32 PM To: Wagner, Dennis Cc: Jason Doerr; Becky Kern Subject: FW: Capacity/ Planning Reserves

Dennis Please see the note below if you are interested in follow-up discussion let me know and we can discuss. At this point we have not had discussion with Senior staff and any final arrangement would be subject to their concurance.

From: Becky Kern Sent: Wednesday, November 10, 2010 4:28 PM To: Dave Raatz; Jason Doerr Subject: RE: Capacity/ Planning Reserves

Dave,

We have reviewed our surplus capacity situation and could possibly make 30 MW available during_2013 & 2014. It would be priced at \$3.00/kW-mo or \$36/kW-yr, which would account for the market value of the capacity and a wheel to get the capacity from either Basin Electric's Western system or out of the MISO Market. It would be delivered off a plant bus of Basin Electric's within the IS, and as such IS wheeling is not accounted for if needed by NorthWestern to get the capacity to their load.

Becky Kern Power Supply Engineer Marketing and Power Supply Planning Basin Electric Power Cooperative 1717 East Interstate Ave. Bismarck, ND 58503 (701) 557-5752 (Phone) (701) 557-5329 (Fax)



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From: Dave Raatz Sent: Monday, November 01, 2010 9:01 AM To: 'dennis.wagner@northwestern.com'; Jason Doerr; Becky Kern Subject: Re: Capacity/ Planning Reserves

Please plan to update me on the magnitude of BEPC surplus this afternoon so we can get back to Dennis Thanks

From: Wagner, Dennis <<u>dennis.wagner@northwestern.com</u>> To: Dave Raatz Sent: Mon Nov 01 08:55:46 2010 Subject: RE: Capacity/ Planning Reserves

Any response on possible reserves yet ??

From: Dave Raatz [mailto:draatz@bepc.com] Sent: Monday, October 18, 2010 3:30 PM To: Wagner, Dennis Cc: Becky Kern; Jason Doerr Subject: RE: Capacity/ Planning Reserves

Dennis we will take a look

From: Wagner, Dennis [mailto:dennis.wagner@northwestern.com] Sent: Monday, October 18, 2010 1:24 PM To: Dave Raatz Cc: Green, Richard J; Huber, Cory Subject: Capacity/ Planning Reserves Importance: High

NorthWestern Energy is looking ahead to the years 2013 – 2015 for possible planning reserve needs. We are looking in the summer months for 60 MW's to possibility 70 MW's . Would Basin possibility be able to meet these needs or be able to have part of our needs for these years ? We are , also , seeing being short in the Winter months for the same years. We have not calculated what these would be but would there be an interest on your part to sell capacity in this case for the Winter months ?? If there is interest we would be willing to line up a call to talk further.

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