



September 25, 2012

Mr. Joseph Mulholland
Executive Director
Arizona Power Authority
1810 West Adams Street
Phoenix, Arizona 85007

Re: Normalization of Load

Dear Joe:

We are aware that Roosevelt Water Conservation District (RWCD) has submitted a proposal to the Authority to "normalize" load data to recognize the use of in-lieu and other short-term water resources. The purpose of the normalization is to make sure that in the Hoover reallocation process, entities that have taken advantage of these short-term renewable water supplies are not penalized because their power loads do not represent the power needs of the districts when they return to pumping groundwater to replace these short-term supplies.

Maricopa Water District supports the concept of load normalization. While RWCD's proposal is quite good, the particulars of how that calculation occurs may vary from district to district. For example, most districts do not operate a main pumping plant like RWCD. Some districts may only have load profiles, not actual load. We have not yet determined how we will undertake this calculation for Maricopa Water District. We simply wanted to be on record in support of the concept.

Very truly yours,

A handwritten signature in blue ink, appearing to read "Glen Vortherms", with a long horizontal flourish extending to the right.

Glen Vortherms
General Manager

c: Bill Petty
John Hudson
Dick Walden
Dalton Cole
Joe Albo
Steve Brophy
Sheryl Sweeney