

### Introduction to K Road Power

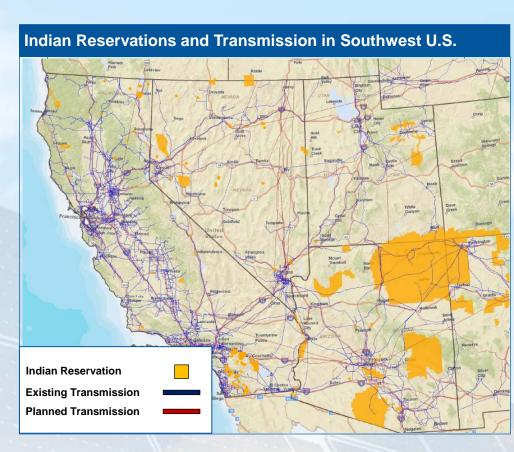


- Independent Power Producer ("IPP") that develops, constructs, owns and operates utility-scale solar power facilities
  - Founded by William Kriegel, former Chairman and CEO of Sithe Energies Inc.
  - Backed by Global Fortune 500 Investor (Barclays PLC)
  - Team backgrounds include AES, Barclays, Goldman Sachs, Sithe, Trina Solar, Tessera Solar, Native American Rights Fund and Tribal Assets Management
- K Road is aggresively pursuing a two-pronged strategy to own over 2,000 MW of operating assets by 2016:
  - Greenfield Projects in Indian Country
  - Acquisition of strong projects already in development outside Indian Country
- The K Road team has developed and operated over 20,000 MW of power assets, in the US and internationally
  - Developed over 260 MW of utility-scale solar facilities in Europe and the United States, and 2,300 MW solar pipeline of projects in the Southwest
    - Advanced projects include Calico Solar (California) and Moapa Solar (Moapa Reservation near Las Vegas)
- K Road promotes sustainable, renewable energy development in concert with environmental and social responsibility in order to:
  - Improve economic conditions of host communities
  - Respect traditions and heritage of all stakeholders
  - Protect the natural environment and reduce society's greenhouse gas emissions

# **Indian Country Development Strategy**



- Utilize an underutilized, attractive resource:
  - Despite constituting 25% of the combined total of tribal and public lands in the lower 48 states, less than 1% of proposed solar projects are on Indian reservations
- Lack of activity is unwarranted because:
  - Reservations include large tracts of land under single ownership suitable for solar development
  - Certain reservations are proximate to unconstrained transmission
  - Absence of state regulation facilitates permitting
  - The Bureau of Indian Affairs is proving to be an efficient lead agency for NEPA purposes
- K Road approach premised on:
  - Respect for tribal sovereignty, development and employment objectives
  - Proprietary suite of contracts that anticipate typical tribal requirements
  - Market terms that contemplate tribal ownership at end of lease

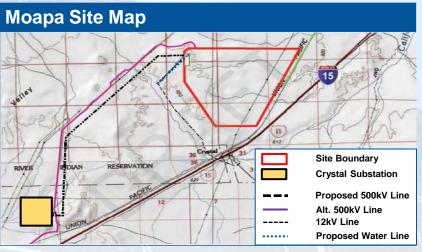


## **K Road Moapa Overview**



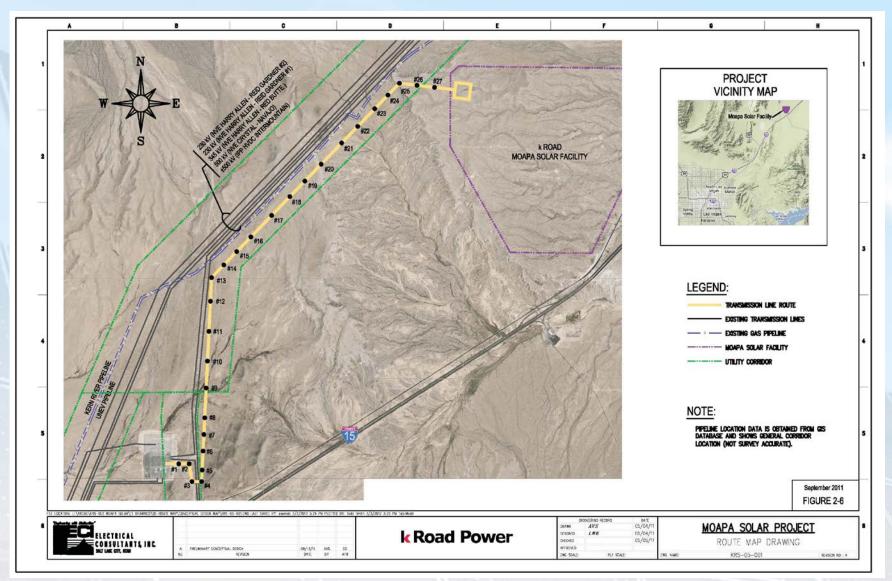
- K Road Moapa is a 350 MW project located on 2,000 acres on the Moapa River Indian Reservation 30 miles northeast of Las Vegas, NV
- Most advanced on-reservation solar project in the United States and first on-reservation project to be on the DOI Renewable Energy Priority List
- The Bureau of Indian Affairs approved the ground lease, and has served as the lead agency for NEPA review. BLM was cooperating agency.
- The Final EIS was published in March and the Record of Decision was issued in June, 2012
- 70,000 acres of the 72,000 acre reservation was restored to the tribe in 1980 for purposes of economic development
- The reservation is transected by a major transmission corridor; No new transmission needed to deliver power to Los Angeles or Las Vegas
- 250 MW PPA approved by LADWP Board October 4.
  Final approval by City Council expected in November
- Strong local support from stakeholders including elected officials, tribe, unions and environmental groups
- Full construction start June 2013 after desert tortoise translocation in the spring





### **Site Overview**







# **Permitting Advantages on Indian Land**

Item	Indian Country	Public Land
Lead Agency	BIA (few large projects under review)	BLM (many)
Purpose & Need	Tribal economic development foremost	State & federal policies, etc
Cultural	Tribe/Section 106	Section 106
Biology	Tribe, conservation groups and other stakeholders	Conservation groups
Alternatives	Principally on-reservation	Other public and potentially private land
Land rights	Negotiated Lease	ROW
Financing	Limited waiver of sovereign immunity	N/A
Stakeholders & policy makers	Strong interest in promoting non- gaming tribal economic development	Conflicting priorities

# **Thank You** www.kroadpower.com