



VULCAN POWER COMPANY

345 SW Cyber Drive, #103 Bend, OR 97702 (541) 317-1984

3/19/08

Dear Steering Committee Member:

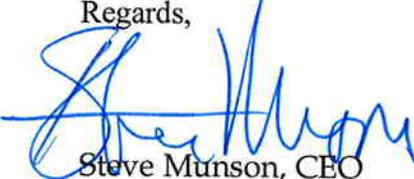
Vulcan Power Company respectfully suggests that the Green Borders Project (GBP), a nominal 65 MW geothermal generator sited in western Nevada with delivery to the SCE owned Control substation in Bishop, CA be included in the base case of the RETI analysis. An Interconnection Agreement (IA) for the project has been filed at FERC and the project does have a PPA with SCE. It is true that Vulcan and SCE have been in dispute over details contained in the filed IA but this fact does not alter the status of GBP and should not cause the GBP to be omitted from the base case.

Furthermore, GBP and SCE have arrived at a resolution to all major issues and a revision to the IA is now being drafted for re-submittal to FERC.

If the RETI steering committee does not agree with this suggestion, we would appreciate an explanation for its omission.

Thank you for your consideration.

Regards,



Steve Munson, CEO