

Pio Pico Energy Center, LLC (PPEC, LLC), a Delaware limited liability company, is a privately funded enterprise whose sole purpose is to supply peak and intermediate power to the electrical grid under a 20-year power purchase agreement with San Diego Gas and Electric (SDG&E). Aside from this contract, SDG&E and PPEC, LLC have no financial relationship, asset ownership, or otherwise. All financial risks associated with the construction and operation of the Pio Pico Energy Center (PPEC) will rest on its owners. The total cost of PPEC is expected to be in excess of \$250 million.