

Appendix U
Imperial Irrigation District Water Letter



IMPERIAL IRRIGATION DISTRICT

OPERATING HEADQUARTERS • P. O. BOX 937 • IMPERIAL, CALIFORNIA 92251

June 2, 2008

Mr. John Egan
Senior Director of Projects
Stirling Energy Systems, Inc.
2920 East Camelback Road, Suite 150
Phoenix, AZ 85016

Subject: Water Supply Request

Dear Mr. Egan:

The Imperial Irrigation District (IID) is in receipt of your letter of May 2, 2008 describing your proposed Solar Two project located on approximately 6,000+ acres of federal land in Imperial County approximately 14 miles west of El Centro. Based on the map provided with this letter and conversations that have occurred between IID and Stirling Energy Systems (SES), our preliminary research indicates that while none of these lands have historically received water service from the IID, certain lands are within IID's water service boundaries and as such, may be eligible to receive water under IID's current Rules and Regulations. Significant portions of these federal lands are also outside the IID water service boundaries and under normal conditions not eligible to receive water.

Given the minimal water supply needs of your project, IID is currently researching alternative water supply options that may be available for SES including water transfers, inclusionary processes, and importation opportunities. We ask for your patience in this matter given the complexity of the issues and also request that you continue to coordinate your efforts with Ms. Sabrina Barber, Key Customer Coordinator, as this matter is thoroughly researched.

Sincerely,

MICHAEL L. KING
Manager, Water Department

SB/ceb

cc: Mr. Hamid Arshadi, Stirling Energy, via email
Key Customer Coordinator, IID
Mgr., WD, Asst.-RPM, IID

