

From: Moore, Kyle {Mkt Function}
Sent: Friday, September 25, 2015 1:44 PM
To: 'Rick Kaster'
Cc: Griswold, Bruce {Mkt Function}
Subject: RE: Thayn Hydro Draft PPA 9/23/2015 - Updated Insurance Info.

Rick,

Thanks for your patience as I corresponded with our insurance folks up the line. After speaking with them about the situation they felt like they could come down to a \$3 million umbrella policy and also gave me new language to put in the contract regarding the insurance. Could you please look over Exhibit I, Required Insurance, and get back to me about your thoughts on the new language and if the lower insurance levels will work for your project?

Thanks,
Kyle Moore

From: Rick Kaster [<mailto:rickkaster@gmail.com>]
Sent: Thursday, September 17, 2015 8:51 PM
To: Moore, Kyle {Mkt Function}
Subject: Fwd: Thayn Hydro Draft PPA 08042015

Kyle

Here are my previous comments to John Younie regarding the insurance proposals in the draft PPA.
Rick

Sent from my iPhone

Begin forwarded message:

From: Rick Kaster <rickkaster@gmail.com>
Date: August 4, 2015 at 9:20:48 PM MDT
To: "Younie, John" <John.Younie@pacificorp.com>
Subject: Re: Thayn Hydro Draft PPA 08042015

John

I am out of town this week working. I made a quick review of the draft on my iPhone but will go through more carefully when I get home next week.

One item that causes me concern is the request that we add a 5 million dollar umbrella to the insurance requirements. I obtained a preliminary budget quote and the cost would be very expensive for a project of this size. Especially so given the power rates that we are to be paid.

We currently already have a one million dollar single event and 2 million dollar aggregate limit per year. Adding the 5 million dollar umbrella would increase our premiums by 300%. I would appreciate you checking into the necessity of adding this requirement.

Have a great vacation and I look forward to talking to you when you get back.