

Narrative to Resource Plan Coversheet for Franklin County PUD No. 1

Franklin County PUD No. 1 has sufficient resources to meet its current loads and expected load growth for the short term. Franklin currently purchases most of its power from BPA under a Slice/Block contract and intends to continue as a Slice/Block customer only if the future Slice allocation is sufficient. Franklin has chosen the Slice/Block product in part because it facilitates the integration of other resource, including its own small simple-cycle combustion turbine plant as well as Franklins' holding in a 30 MW share of the output from the Frederickson combined-cycle CT plant. As an alternative to the Slice/Block product, Franklin is considering the Load Following product. The output from both Franklin's small CT plant and the Frederickson generating facility varies depending on market price of power as the output of these facilities is not dedicated to Franklin's load. A capacity factor of 60% was assumed for the Frederickson facility and 10% for the Pasco CT.

To accommodate load growth and in preparation of meeting I-937 requirements, after passing the 25,000 customer threshold, Franklin has contracted approximately 6 aMW (20 MW capacity) of wind power from two separate facilities. These contracted amounts will allow Franklin to meet the initial I-937 requirements. Load growth will be met by purchases of BPA Tier 2 and the addition of other renewables into Franklin's resource mix . Franklin is continually researching the addition of other renewables into its resource mix in preparation of meeting longer term renewable targets.