

Central Electric Cooperative, Inc.
**NOTICE of Public Utilities Regulatory Policies Act of 1978 and Energy Independence
and Security Act of 2007**
CONSIDERATION AND DETERMINATION PROCESS

Date: July 1, 2009

The Energy Independence and Security Act of 2007 (EISA) established four new federal standards under Section 111(d) of **Public Utilities Regulatory Policies Act of 1978** (PURPA), which a certain size of non-regulated electric utilities, such as Central Electric Cooperative, Inc. (CEC), is required to consider and to “make a determination whether or not it is appropriate to implement such standard[s]” within certain defined timelines based on information collected from interested persons after public notice and hearing. Accordingly, CEC hereby gives public notice regarding the process to be followed by its implementation of the statutory directives of EISA, which amended PURPA.

The four new PURPA standards defined by EISA which CEC must consider are:

1. *Integrated Resource Planning*: Whether to integrate energy efficiency resources into utility, State, and regional plans and whether to adopt policies establishing cost-effective energy efficiency as a priority resource, and
2. *Rate Design Modifications to Promote Energy Efficiency Investment*: Whether the rates shall align utility incentives with the delivery of cost-effective energy efficiency and promote energy efficiency investments, and
3. *Smart Grid Investments*: Whether rate recovery for smart grid deployment exists as well as consideration of cost recovery for equipment rendered obsolete after smart grid deployment, and
4. *Smart Grid Information*: Whether to provide members with written or electronic access, and other interested persons limited access, to information on time-based electricity prices at wholesale and retail prices and usage on at least a daily basis, and sources of power provided by CEC.

A copy of the complete legislative language relevant to these standards and CEC’s initial report is posted on CEC’s website at www.cec.coop or can be obtained by calling (541) 548-2144.

Public comments being requested in this Notice must be submitted to CEC in writing on or before September 15, 2009, by personal delivery, mail, FAX or email, as follows:

- Personal Delivery: 2098 N. Highway 97, Redmond, Oregon 97756
- Mail: PURPA Compliance, P.O. Box 846, Redmond, Oregon 97756
- FAX: (541) 548-0366
- E-mail: PURPA@cec.coop

Any member of CEC is eligible to participate in the process. The CEC Board of Directors will make a final determination on whether to adopt any of the four above referenced standards on or before December 19, 2009.