

#### SunZia Southwest Transmission Project

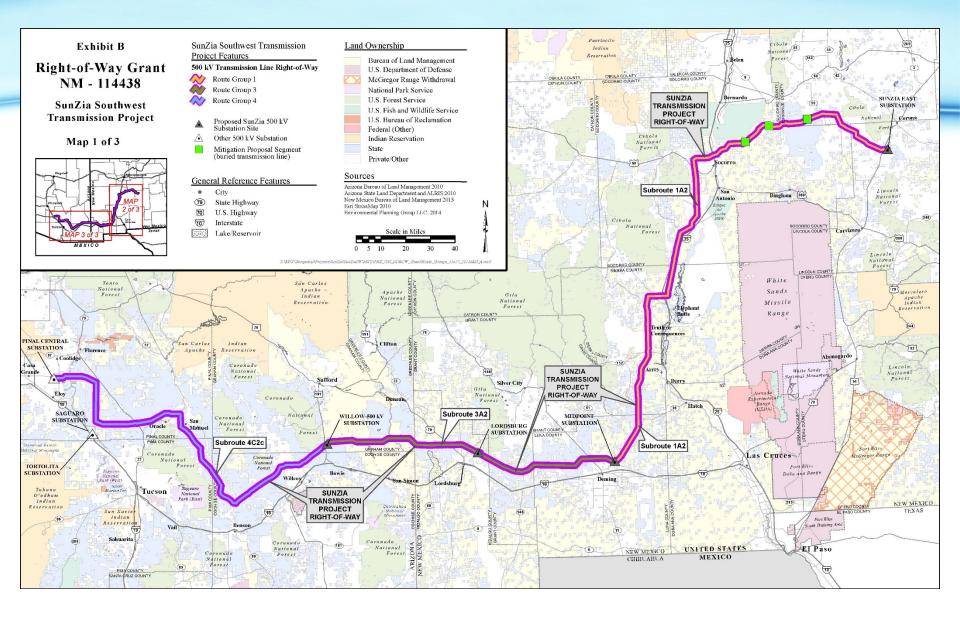
Science, Technology and Telecommunications Committee John Ryan, Executive Director SunZia Southwest Transmission Project

# **Project Summary**

✓ 520 mile independent transmission project in New Mexico and Arizona

- Two 500kV AC lines providing 3,000 MW of transfer capacity from NM to AZ and CA
- ✓ Brings high-quality renewable energy to western utilities and power markets
- ✓ Pattern Energy was selected in August 2016 as the anchor customer for the first 500 kV transmission line
- ✓ Commercial operation on the first 500kV line in 2020-2021





SUNZIA SOUTHWEST TRANSMISSION PROJECT JULY 8, 2019



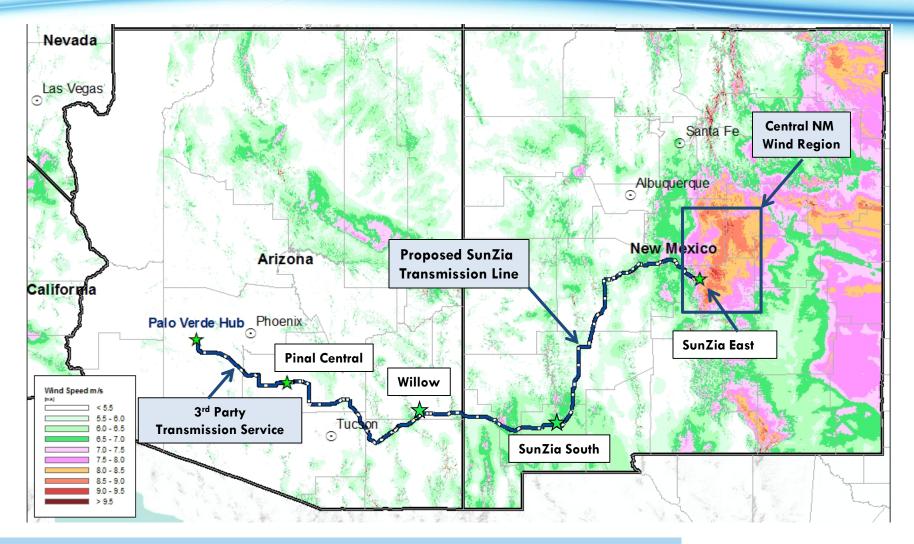
### **List of Cooperating Agencies**

- **1.** U.S . Army Corps of Engineers
- **2.** Department of the Army, Fort Bliss
- **3.** Department of the Army, White Sands Missile Range(WSMR)
- 4. U.S. Air Force Holloman Air Force Base (AFB)
- 5. U.S. Fish and Wildlife Service
- 6. U.S. National Park Service
- 7. Department of Defense (DOD) Siting Clean House, Office of the Deputy Under Secretary (Installations and Environment)
- 8. New Mexico State Land Office (NMSLO)
- 9. New Mexico Spaceport Authority
- **10.** Arizona State Land Department (ASLD)
- **11.** Arizona Game and Fish Department
- **12.** Arizona Department of Transportation
- **13.** Department of the Army, For Huachuca
- **14.** Bureau of Indian Affairs (BIA)



3

# SunZia: 500kV Project delivering NM Wind to the Palo Verde Hub



SUNZIA SOUTHWEST TRANSMISSION PROJECT JULY 8, 2019

SunZía 🗲

4

### **Economic Benefits in New Mexico**

During Construction	Jobs1	Labor Income	State Taxes	County Taxes <sup>2</sup>
First 500 kV AC Line	2,900	\$214 M	\$22.5 M	\$10.9 M
Both 500 kV AC Lines	5,721	\$425 M	\$44.9 M	\$21.8 M

During Operation	Jobs	Labor Income	State Taxes	County Taxes
First 500 kV AC Line	33	\$1.9 M	\$.385 M	\$4.32 M
Both 500 kV AC Lines	64	\$3.7 M	\$.759 M	\$8.64 M

Source: New Mexico State University, Arrowhead Center

- 1 Construction jobs are measured in man years. For example, 6,200 jobs over 4 years is equivalent to an average of 1,550 jobs for each of the four years.
- 2 SunZia currently working with Association of Counties on Industrial Revenue Bond legislation to return revenue directly to the impacted counties.

#### SUNZIA SOUTHWEST TRANSMISSION PROJECT JULY 8, 2019



#### SunZia Timeline

-2019

Estimated \$850 Million to Construct First Line

#### **Over Ten Years of Project Development:**

- Joint Participation Agreement Executed
- Environmental Studies Completed (7 year process)
- Federal Permitting Completed and BLM Right-of-Way Acquired
- Arizona State Siting Permit Issued
- Numerous Electrical Studies Completed with WECC
- Selected Pattern Energy as Anchor Customer for 1500 MW of capacity based on wind energy projects it will develop in New Mexico

#### **Current Activities:**

- Acquire ROW on State & Private Lands in AZ and NM
- Continue Marketing Efforts with Pattern Energy for Line 1
- Obtain Location Permit in New Mexico
- Complete Engineering Design of Line 1
- Negotiate Construction Contracts and Purchase Orders on Major Equipment: Cable, Towers, Concrete, Substation Equipment, etc.
- Select EPC Contractor

#### Commercial Operation by 2020-2021:

• Line 1 enables delivery of up to 1500 MW of electric generation



6





### www.sunzia.net

7

SUNZIA SOUTHWEST TRANSMISSION PROJECT JU

JULY 8, 2019

