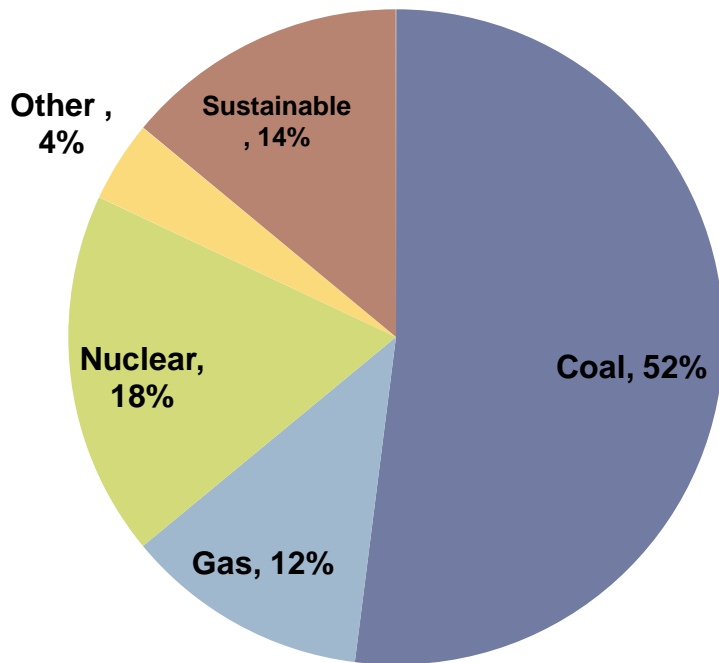


Resource Planning

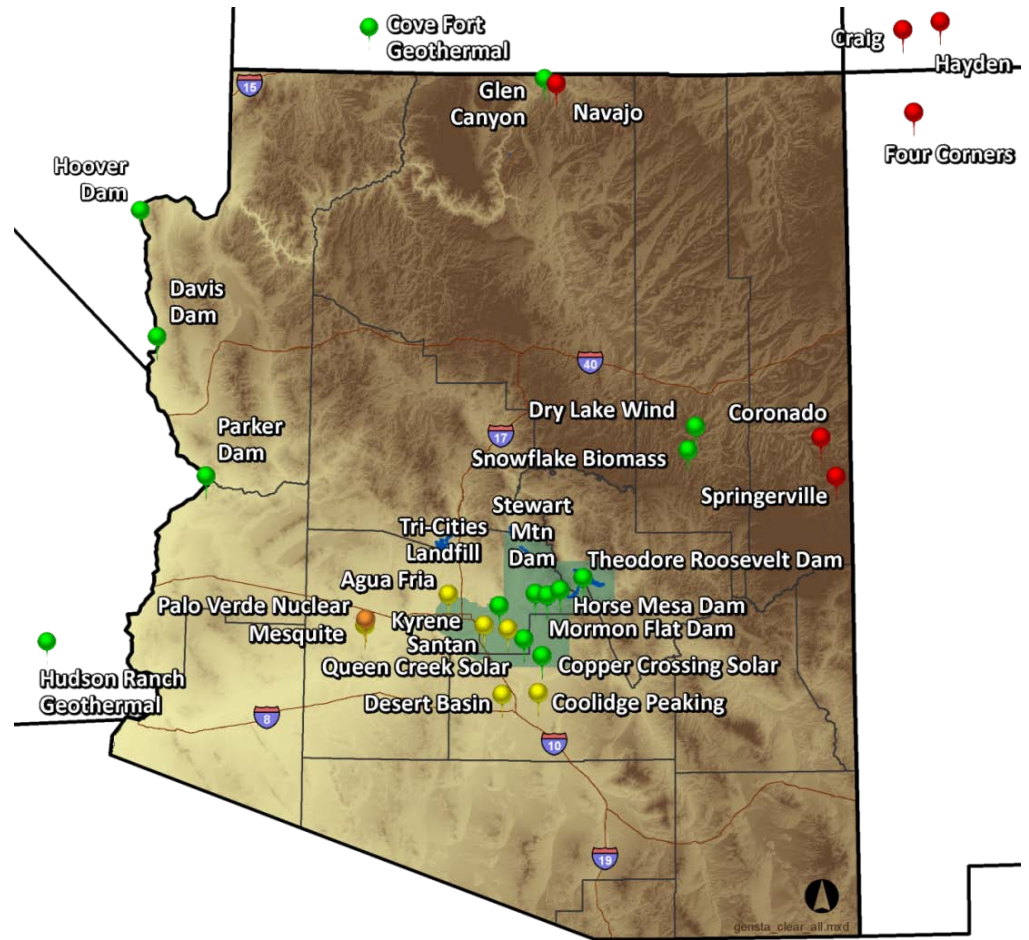


Delivering more than power.™

Generation Resources



FY16
29,000 GWh



Core Resource Principles



Manage costs



Ensure reliability



Practice exemplary environmental stewardship



Long-term view

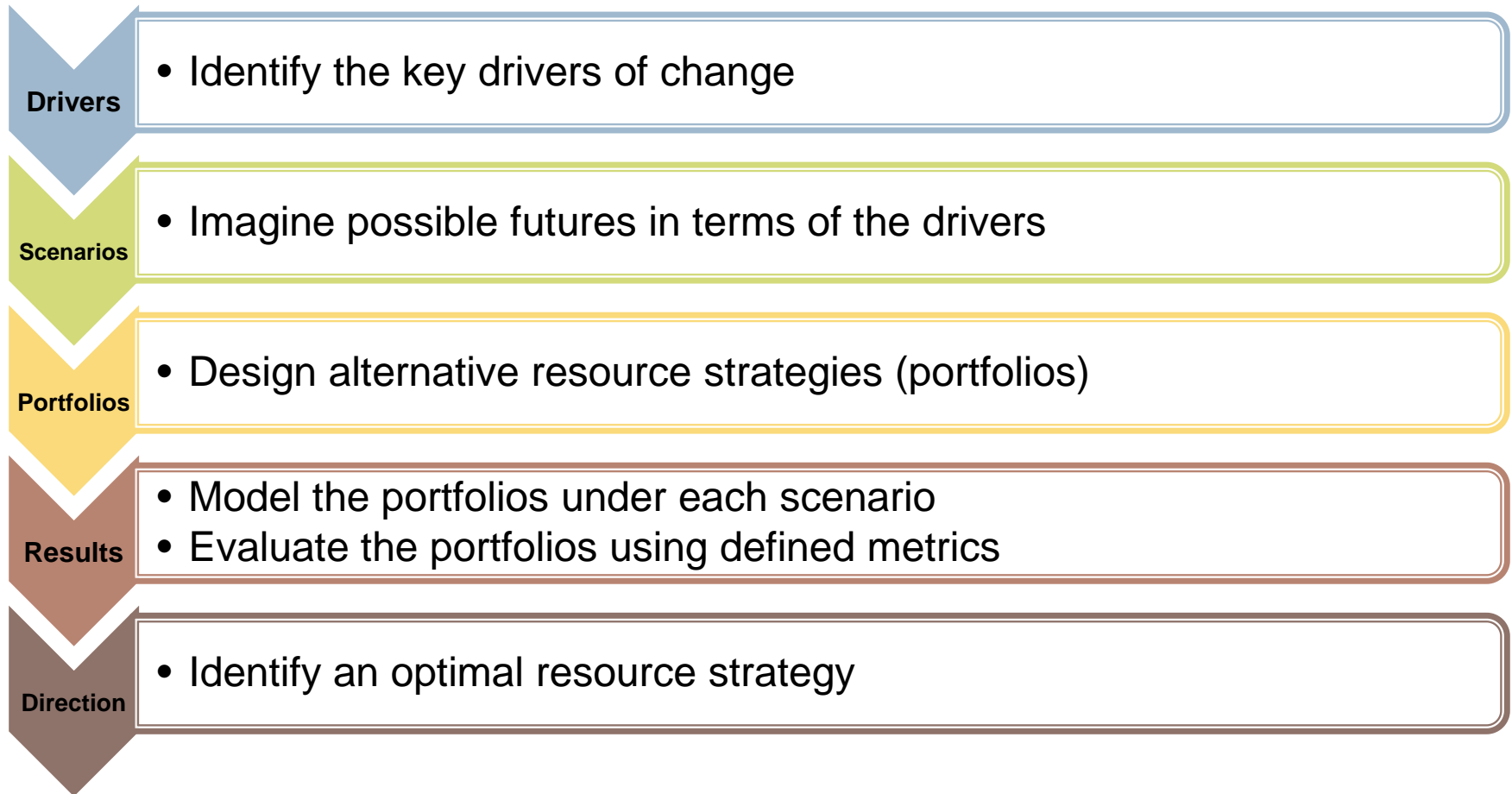


Measure success thru the eyes of our customers



Transparency

The Resource Planning Process



Strategic Resource Direction

Resource	Strategic Direction
Coal	A deliberate meaningful reduction
Nuclear	Preserve the option
Natural Gas	Will play an increased role
Renewables	Continue adding a diverse mix
Energy Efficiency	Promote the most cost-effective options

The strategic resource direction will reduce carbon intensity, preserve a diversity mix of resources, ensure reliability and keep resource costs low.



Near-term Implementation

- Sandstone Solar
 - 45 MW solar PV
- CalEnergy
 - 87 MW geothermal
- Gas Peakers
 - 819 MW natural gas

