Presentation to the U.S. Department of Energy Tribal Energy Meeting Chairwoman Monique La Chappa Deanna Leon, President, Muht Hei, Inc. Oct 26, 2010



Campo's Renewable Energy:

Security, Independence and Economic Development

Campo Kumeyaay Nation



- One of 12 Kumeyaay Bands with over 350 tribal members
- Approximately 50 miles from the city of San Diego in Eastern San Diego County, California
- Located on the U.S.-Mexico border
- Proximity to the border makes drug trafficking, immigration and security primary issues for our people



Campo & Renewable Energy



- Located at the hub of the area's renewable resource zone identified by the Western Governors' Association
- The Campo Renewable Energy
 Zone (CREZ) represents an
 enterprise zone of seven economic
 activity projects that will provide
 infrastructure, jobs and revenue
 for the Campo people
- One of first tribal nations to join
 The Climate Registry and measure
 and collect data on GHG emissions

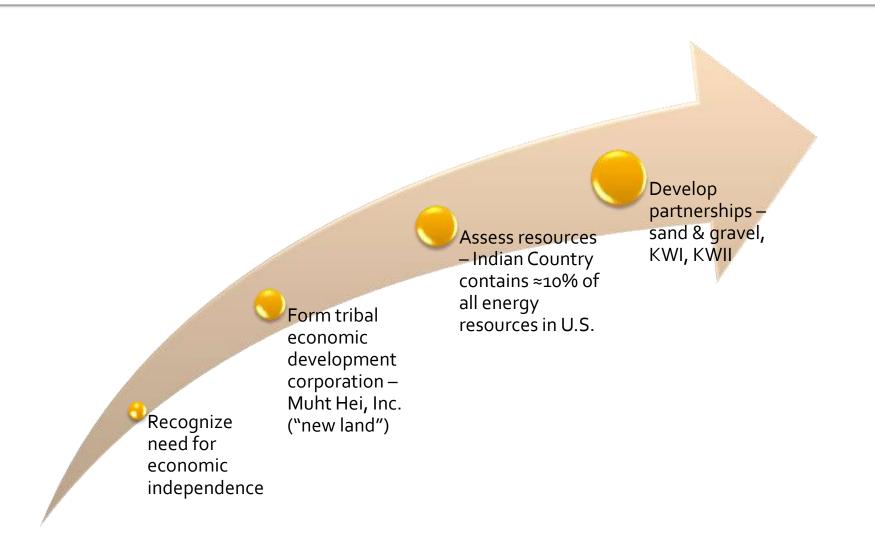




The Energy Vision of the Campo Kumeyaay Nation is to utilize the natural gifts that the Creator has given to the Nation to help benefit the needs of our people for current and future generations in a sustainable and environmentally responsible manner.



Two Decades of Economic Progress



Economic Development Leadership

TRIBAL GOVERNMENT



Executive Council

- Elected Officers
- Execute laws and govern in accordance with General Council
- Economic Development Agency
 - Promote business activity with Campo
 - Attract business to reservation



ECONOMIC DEVELOPMENT CORPORATION



Muht Hei

- Tribally-chartered corporation
- Governed by 7-member Board of Directors, all of whom are tribal members
- Develop and engage in business and economic development ventures
- Generate revenue to fund tribal government operations, provide employment and training opportunities, and improve quality of life

Kumeyaay Wind I: Overview

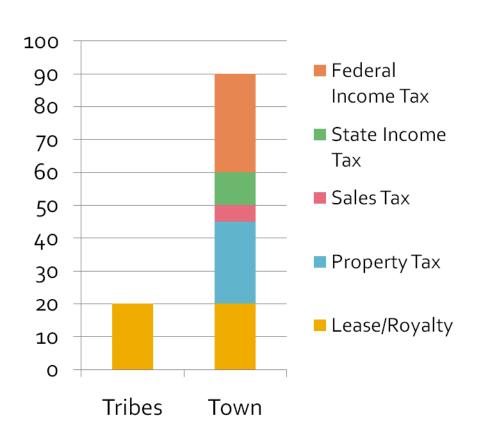


- 50 MW Wind Farm
- Electricity production of over 175 million megawatt hours in 2009
- Largest utility-scale wind farm operating in Indian Country
- Campo Government is lessor



What We Learned from KWI





- Non-tribal communities enjoy economic benefit as landowner/resource owner, federal, state & local government
 - Lessor arrangement doesn't fully recognize sovereign government status
- Wind business is compatible with Campo culture
- Ownership offers attractive return on investment
- Passive lessor role was good start, BUT integrating wind energy on reservation and expanding role may facilitate attainment of higher standard of living

Rationale for Expansion: KW II

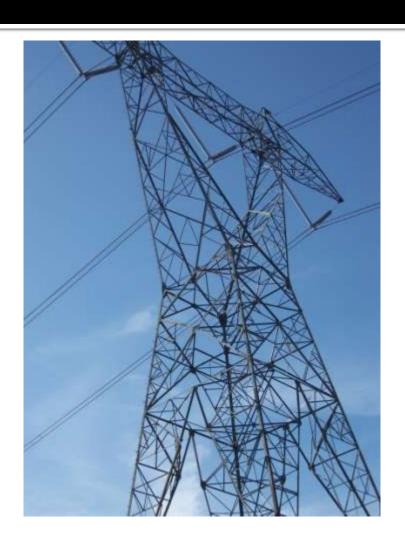


- Develop a diverse revenue base
- Link to Campo 2020
 Vision of THRIVE
 - Foundation for additional economic opportunity, health, safety
- Build on experience and knowledge of wind farm operations



Rationale for Expansion





- Increased opportunity created by state and federal incentives for renewable energy
- Transmission availability

KWII Overview



- November 2008 execute MOU & NDA
 - SDG&E power company
- Invenergy developer160MW farm to serve San Diego County
- Will produce energy to power 54,000 homes each year
- Intended to use local contractors and crews, and purchase critical equipment and services from the tribe



KWII: Key Milestones



- July 2009 BIA issues Irrevocable Permit for six met towers
- August 2009 Begin installation of met towers
 - DOE Notice of Award for \$1.2 million to fund predevelopment costs
- November 2009 Campo and BIA initiate Agreement with consulting firm for environmental review
- December 2009 Tribal Economic Development Bond Application to Department of Treasury
- January 2010 NEPA compliance studies and Land Use Plan amendments commence
- October 2010 DOE grant funds confirmed

Key Takeaways



- Own your future
 - Consider long-term implications and benefits of choices (e.g., developer/owner vs. lessor)
 - Find partners who want to "partner" not control
- Do your homework
 - Understand processes and timelines for capital acquisition, partnership development, etc.
- Learn the issues around development in Indian Country (e.g., taxation, access to capital, BIA regulations)
- Have a vision
 - Align with broader dreams and goals for your people
 - Connect to overall economic development strategy

THRIVE – A Generation of Promise



Vision for Campo in 2020

- Tradition
- Home
- Reform
- Independence
- Voice
- Economic development



Campo in 2020



- Campo people are prosperous, healthy and safe.
- Our traditions and culture are thriving and our land is flourishing.
- People have meaningful, fulfilling employment and economic opportunity.
- We are governed in true partnership with all Campo people and in a way that inspires trust and confidence.
- Our spirit is strong.

Project Team



CAMPO

- Monique La Chappa
 - Executive Council
- Deanna Leon
 - Project Coordinator & President of Economic Development Corporation
- Ralph Olliff
 - Finance Officer

ADVISORS

- Matt Ferguson
 - Reznick Group
- Denise Turner Walsh
 - Attorney
- Michael Connolly
 - Laguna Resources



Discussion & Contacts



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ThankYou



