Appendix M

MEMORANDUM OF UNDERSTANDING BETWEEN
TAHOE REGIONAL PLANNING AGENCY AND
SIERRA PACIFIC POWER COMPANY d/b/a NV Energy

July 11

This Memorandum of Understanding is entered into this __ day of
August, 2011, by and between the TAHOE REGIONAL PLANNING
AGENCY (TRPA), through its Executive Director as authorized by the Governing Board,
and Sierra Pacific Power Company d/b/a NV Energy (NVE), by and through its Senior
Vice President, Energy Delivery.

All activities described in the Memorandum of Understanding (MOU) shall be in
accordance with the Regional Plan package of TRPA as adopted by Ordinance No. 87-
9, as amended from time to time. Activities exempt under this MOU shall not result in
the creation of additional land coverage, relocation of existing coverage, or an increase
in vehicle trips in excess of that otherwise exempt pursuant to Chapter 4 of the TRPA
Code. All activities undertaken by the NVE pursuant to the MOU shall comply with
applicable Best Management Practices (BMPs), and all provisions of the TRPA Code of
Ordinances (Code), as it may be amended from time to time, except for the procedural
provisions replaced by this MOU, and such guidelines as may be adopted by TRPA.

I. EXEMPT ACTIVITIES

The following activities of NVE, in addition to those exempt pursuant to Chapter 4
of the TRPA Code, are not subject to review and approval by TRPA provided any
related excavation or backfilling work does not exceed 20 cubic yards (unless
modified below), occurs during the grading season (May 1 to October 15) in land
capabilities districts 4 through 7 or within an existing paved area or compacted
road shoulder, and the site is stabilized and/or revegetated within 72 hours
following project completion to prevent erosion.
A. UNDERGROUND ACTIVITIES

1. Repair and replacement of existing underground facilities including vaults, boxes and risers, pad mounted switches and transformers provided there is no increase in size or capacity and the replacement facilities are similar in type and function.

2. Install new service connections for TRPA-approved projects and for existing improved properties.

3. Locate existing underground facilities.

4. Convert from overhead to underground

B. OVERHEAD POWERLINE ACTIVITIES

1. Repair and replace existing overhead facilities including poles, anchors, pad-mounted equipment, ground rods and risers provided there is no increase in size or capacity and replacement facilities are similar in type and function.

2. Install new service connections for TRPA-approved projects and for exiting improved properties.

C. VEGETATION MANAGEMENT

1. Removal of trees less than or equal to 30 inches in diameter at breast height (DBH) in westside forest types and less than or equal to 24 inches in diameter in eastside forest types for public health and safety pursuant to Subsection 71.5 of the TRPA Code; Reasons For Tree Removal using the U.S Forest Service Region 5 (R5) guidelines for the determination of a hazard trees

D. SUBSTATIONS

1. The repair, modification, or installation of control buildings foundations, equipment slabs, footings, poles, grounding, conduit, vaults, fencing and oil containment facilities at electrical substation sites within the confines of the existing land coverage areas (gravel areas within the fenced perimeter and access roads). Work completed under this exemption shall not result in the creation of additional land coverage and does not include site grading modifications over 20 cubic yards. The amount of excavation shall be the minimum necessary, and all stockpiling of spoil material shall be accomplished in accordance with TRPA BMPS.
E. OPERATION CENTERS, (SUBSTATIONS), OTHER FACILITIES, AND MISCELLANEOUS ACTIVITIES

1. Gravel, pave, or repair existing compacted roadways provided that BMPs are in place, including dust control measures, providing roads are legally established.

2. Traffic control and lane closures for installation and maintenance activities proved any lane closures are limited to the minimum amount of time needed to complete that activity and, with the exception of emergencies, do not occur during holidays or weekends.

3. Operation of portable generators, pumps and air compressors.

4. Installation of roadside warning signs related to construction/maintenance activities or needed for safety purposes, provided signs are removed within 10 business days following completion of the activities, or within 10 business days of the removal of the safety hazard.

5. Demolition of structures provided the structure is not designated or pending designation on the TRPA Historic Resource Map, as amended from time to time.

6. Structural repair or remodeling which does not result in an increase in the dimensions of a structure (including height), a change of use, an increase in commercial floor, or an increase in density.

7. Excavate and remove contaminated soil or other materials resulting from petroleum product or chemical spills.

8. Install observation wells and soil borings for groundwater monitoring and soil investigations.

F. EROSION CONTROL AND RESTORATION ACTIVITIES

1. Installation of erosion control devices such as:
   a) Sediment basins not exceeding 300 square feet in size.
   b) Swales.
   c) Rock slope protection not visible from any TRPA designated scenic roadway or shorezone unit, class I bike paths, or recreation area.
   d) Rock-lined ditches.
   e) Willow wattling.
   f) Access barriers, i.e., bollards and split-rail fencing.
   g) Installation of temporary erosion control devices
2. Restoration of disturbed areas of one acre or less provided scarification does not exceed 6" in depth and excavation and filling does not exceed 20 cubic yards, and a complete set of plans showing all proposed plant materials and grading is submitted to TRPA at least 14 days prior to the commencement of restoration.

II. QUALIFIED EXEMPT ACTIVITIES

The following activities of NVE are not subject to review and approval by TRPA, provided NVE certifies, on a form provided by TRPA, that the activity does not result in the creation of additional land coverage, excavation and backfilling does not exceed 35 cubic yards (unless modified below), occurs during the grading season (May 1 to October 15) in land capability districts 4-7 or within an existing paved area or compacted road shoulder, and the site is stabilized and revegetated within 72 hours to prevent erosion, and the activity is in conformance with the applicable provisions of the TRPA Code. The form shall be filed with TRPA at least 30 days before the activity commences. For those activities involving in excess of 35 cubic yards of excavation (as provided below), NVE shall submit the form to TRPA at least 30 days before the activity commences. The following activities are in addition to the activities deemed "Qualified Exempt" pursuant to Chapter 4 of the TRPA code.

A. MISCELLANEOUS ACTIVITIES

1. Convert from overhead to underground or replace and/or repair existing underground facility including pipelines, conduit and conductor for a distance of not more than 5,280 lineal feet, provided all excavation is within an existing road right-of-way, there is no increase in capacity, relocations or conversions of facilities to underground are within existing paved areas or compacted road shoulders, the amount of excavation is the minimum necessary, and all stockpiling of spoil material is accomplished in accordance with TRPA BMPs. For scenic resource areas, photo documentation shall be provided to TRPA before and after the completion of work for purposes of TRPA Threshold analysis.

2. Installation of snow barrier walls to protect pad-mounted equipment, provided walls do not exceed 5 feet in height and 25 feet in length, are not visible from any TRPA-designated scenic roadway or shoreline unit, and are consistent with the TRPA Design Review Guidelines.

B. VEGETATION MANAGEMENT

1. Removal of trees greater than 30 inches dbh in westside forest types and greater than 24 inches in eastside forest types for public health and safety pursuant to the Tree Removal Chapter of the TRPA Code using
the U.S Forest Service Region 5 (R5) guidelines for the determination of a hazard trees, provided that the TRPA has been notified in writing or email and has approved the tree removal. Notification shall include the following data: species, diameter (dbh), defect, GPS coordinate or other description of the tree location, live or dead status of the tree, and the potential target of the tree in the event of a failure.

C. EROSION CONTROL AND RESTORATION ACTIVITIES

1. Installation of retaining walls not exceeding 50 feet in length and 3 feet in height, provided that if located within a TRPA-designated scenic roadway or shoreline unit, the wall design is consistent with the TRPA Design Review Guidelines Restoration of disturbed areas or two acres or less provided scarification does not exceed 6" in depth and a complete set of plans showing all proposed plant materials and grading is submitted to TRPA at least 30 days prior to the commencement of restoration.

III. TREATMENT AND ACCOUNTING OF COVERAGE

It is understood by NVE and TRPA that the activities set forth herein may result in a requirement to mitigate existing excess coverage. Further, many of the activities involve removal of existing land coverage or restoration of disturbed lands.

Chapter 38 of the Code provides for the accounting, tracking, and banking of coverage in conjunction with Chapter 20. NVE shall report to the Executive Director of TRPA annually on the status of compliance with all excess coverage mitigation, coverage removal and restoration requirements as related to all activities pursuant to this MOU.
IV. **LOSS OF EXEMPTION**  
Any exempt activity set forth herein shall be considered a project requiring TRPA review if the Executive Director determines that, because of unusual circumstances, the activity may have a substantial effect on the land, air, water, space, or any other natural resource in the Region.

V. **TERMINATION**  
This MOU may be terminated by either party upon sixty (60) days notices in writing.

SIERRA PACIFIC POWER COMPANY d/b/a NV Energy

DATED: 8/14  

Robert Denís  
Senior Vice President,  
Energy Delivery

TAHOE REGIONAL PLANNING AGENCY

DATED: 6/13/11  

Joanne Marchetta,  
Executive Director