Petty, Harold L.

Miller, Evelyn C. From:

Sent: Thursday, September 25, 2003 9:22 AM

To: Nuyt, Gary M.

Cc: Petty, Harold L.; Baugh, James S.; Harper, Kathy

Subject: RE: COF - Gypsum Responsibility Matrix

Gary--as Lynn suggested, let's get together to discuss. Until we can arrive at "the" number for gypsum production I think it's going to be hard to evaluate some of these items like raw water, natural gas, conveyor vs trucking to stacking area. Lynn put together, with input from me, our best shot at evaluating what we ought to be looking at based on what little information we have right now. However, many of the matrix items will be dependent upon the quantity/quality of gypsum production. For example, at the last meeting the potential for a closed loop system was discussed. If this were the case it would require much greater quantities of raw water for washing dewatered gypsum to lower the chloride content to <200 ppm for wallboard applications. That could also significantly impact Larry and Lynn's thinking on sizing of the dewatering pond for emergency discharges since closed loop water will be much higher in dissolved solids, chlorides, etc., and may require additional treatment prior to discharge.

If the production number for gypsum is less than 200K tpy, it is unlikely that it will be economical for a marketer to invest anything in a facility at COF unless we pay them to process and dispose of material. If the production number is > 350K tpy then we have a shot at negotiating a deal that would include a greater investment by the marketer.

Until we can get the RFP out and narrow the field to start getting input from the preferred marketing partner it is difficult for us to definitively say who will do what. All of this needs to be negotiated. Otherwise I think you will have to assume a "worst case" which is that we do everything, then if we can negotiate a cost sharing deal as we progress you will save construction \$\$\$.

We need to resolve the open vs closed loop issue. Also, I need a quantity for the coal burn case that we are now assuming. At the last scrubber team meeting Rick Collins was supposed to get with George Munson (I believe) to run the numbers for gypsum production to give to me and Larry for planning purposes (marketing and waste disposal). I don't know how you were planning to resolve the open vs closed loop question until we do NEPA???

Cheri

----Original Message----From: Nuvt, Gary M.

Sent: Wednesday, September 24, 2003 3:42 PM

To: Petty, Harold L.

Cc: Myers, Thomas J.; Lee, Timothy W.; Farina, George E.; Miller, Evelyn C.; Bowers, Larry C; Myers,

Thomas J.

Subject: RE: COF - Gypsum Responsibility Matrix

Lvnn,

I have comments as follows:

Gypsum Dewatering Facility:

-The natural gas supply should be by the Gypsum Marketing Supplier

- -The raw water and potable water may need to be by the gypsum marketer. Before we make a decision on this we need to know rough quantities of each. Can you provide? Also how are these items being handled at PAF?
- -What fence/gate are you referring to under this heading? If at the gypsum dewatering area than this should be by the gypsum marketer. Please clarify.

Gypsum Dry Stack Disposal Area:

-Why would the conveyor from the dewatering facility to the dry stack be provided by ADVATECH? Wouldn't this be controlled and operated by the Gypsum Marketer. Please clarify.

Cheri,

Most of these comments impact the gypsum marketer. What is your feed back on my comments?

Lynn,

Please revise and send an updated copy of the chart with your response.

-----Original Message-----From: Petty, Harold L.

Sent: Monday, September 22, 2003 6:06 PM

To: Nuyt, Gary M.

Cc: Myers, Thomas J.; Lee, Timothy W.; Farina, George E.; Miller, Evelyn C.; Bowers, Larry C

Subject: FW: COF - Gypsum Responsibility Matrix

----Original Message----From: Petty, Harold L.

Sent: Wednesday, September 17, 2003 3:34 PM

To: Lee, Timothy W.

Cc: Myers, Thomas J.; Miller, Evelyn C.; Bowers, Larry C; Purkey, Ronald E.

Subject: COF - Gypsum Responsibility Matrix

Tim:

Attached is the responsibility matrix that was my "go-do" from the meeting last Tuesday. Cheri reviewed my draft and gave me some good comments that I have incorporated.

Thanks, Lynn COF Gypsum Disposal - Responsibilities Matrix - Oct 2003 (ver. 2)

	Engineering		Operate &
Description	Design	Construction	Maintain
Gypsum Slurry Pipeline	304		
From Powerhouse to Bypass		22.22.22.2	
Valve	Advatech	Advatech	TVA
From Bypass Valve to Dewatering Facility	Gyp Marketer	Gyp Marketer	Gyp Marketer
From Bypass Valve to Stilling Pond (Wet Sluicing)	Advatech	Advatech	
By-Pass Valve	Advatech		TVA
by-rass valve	Advatech	Advatech	TVA
By-Pass Valve Controls	Advatech	Advatech	TVA(Highly Coordinated with Gyp Marketer)
by I also vario controls	Advatecti	Advatecti	(Warketer)
Gypsum Dewatering Facility	enting of the second	2346 Fall (1911) 1911 1911	
Gypsum Dewatering Facility	Gyp Marketer	Gyp Marketer	Gyp Marketer
Site Development of Gyp		,	
Dewatering Facility (Grading,			
Drainage, Roads & Parking			
within the Gyp Marketer area)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Waste Water Pipeline from	1		
Dewatering Facility to			
Stilling/Polishing Pond	Gyp Marketer	Gyp Marketer	Gyp Marketer
Dry Gypsum Stockout (Pole			
Barn)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Conveyor to Barge Loader	Gyp Marketer	Gyp Marketer	Gyp Marketer
Potable Water Supply (Note 1)			
	Gyp Marketer	Gyp Marketer	Gyp Marketer
Raw Water (Note 1)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Natural Gas (Note 1)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Power Supply to Gypsum	 		
Dewatering Facility (Note 1)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Sewage/Septic	Gyp Marketer	Gyp Marketer	Gyp Marketer
Access Decelts Own	Advatech (use existing	Advatech (use existing as	İ
Access Road to Gyp	as much as practicable)	much as practicable)	L
Dewatering Facility	O in Mantage		TVA
Fence/Gate (Reg'd ???)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Transport (Hauling) from Dry Gypsum Stockout (Pole Barn)			Gyp Marketer haul to
(Emergency Only)	n/a	n/a	barge loader or dry
(Effergency Only)			stack (emergency short
Gypsum Dry Stack Disposal Area	and the second second		term)
Gypsum Dry Stack Disposal			Gyp Marketer (Yard Ops
Area	TVA - FES	HED	Oversite)
New Polishing Pond	TVA - FES	HED	HED/Yard Ops
Cleanout of Stilling Pond (as		1,125	ries/ raid Opo
needed and when emergency	n/a	n/a	
by-pass is used)	11/4	IVU	Gyp Marketer
Road from Dewatering Facility			CAN MICHAGO
to Dry Stack Disposal Area	TVA - FES	HED	Gyp Marketer
Conveyor From Dewatering	1.477 1.20	1 11-1-7	Cyp Mainelei
Facility to Dry Stack Disposal			
Area (Possible)	Gyp Marketer (If Reg'd)	Gyp Marketer (If Req'd)	Gyp Marketer (If Req'd)

Note 1 - TVA& Gyp Markerter to negotiate most practical approach to providing these utilities.

COF Gypsum Disposal - Responsibilities Matrix - Oct 2003 (ver. 2)

	Engineering	les Matrix - Oct 20	Operate &
Description	Design	Construction	Maintain
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Gypsum Slurry Pipeline	1.18		
From Powerhouse to Bypass	2 A Company	A STATE OF THE STA	
Valve	Advatech	Advatech	TVA
From Bypass Valve to			
Dewatering Facility	Gyp Marketer	Gyp Marketer	Gyp Marketer
From Bypass Valve to Stilling			
Pond (Wet Sluicing)	Advatech	Advatech	TVA
By-Pass Valve	Advatech	Advatech	TVA
			TVA(Highly
		1	Coordinated with Gyp
By-Pass Valve Controls	Advatech	Advatech	Marketer)
Gypsum Dewatering Facility			
Gypsum Dewatering Facility	Gyp Marketer	Gyp Marketer	Gyp Marketer
Site Development of Gyp		-75	-Jp mantotol
Dewatering Facility (Grading,	N		
Drainage, Roads & Parking	ł		
within the Gyp Marketer area)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Waste Water Pipeline from			
Dewatering Facility to			
Stilling/Polishing Pond	Gyp Marketer	Gyp Marketer	Gyp Marketer
Dry Gypsum Stockout (Pole			
Barn)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Conveyor to Barge Loader	Gyp Marketer	Gyp Marketer	Gyp Marketer
Potable Water Supply (Note 1)			
	Gyp Marketer	Gyp Marketer	Gyp Marketer
Raw Water (Note 1)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Natural Gas (Note 1)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Power Supply to Gypsum			
Dewatering Facility (Note 1)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Sewage/Septic	Gyp Marketer	Gyp Marketer	Gyp Marketer
	Advatech (use existing	Advatech (use existing as	
Access Road to Gyp	as much as practicable)	much as practicable)	
Dewatering Facility	 		TVA
Fence/Gate (Req'd ???)	Gyp Marketer	Gyp Marketer	Gyp Marketer
Transport (Hauling) from Dry		1	Gyp Marketer haul to
Gypsum Stockout (Pole Barn)	n/a	n/a	barge loader or dry
(Emergency Only)			stack (emergency short
Gypsum Dry Stack Disposal			term)
Area	The state of the s		
Gypsum Dry Stack Disposal			Gyp Marketer (Yard Ops
Area	TVA - FES	HED	Oversite)
New Polishing Pond	TVA - FES	HED	HED/Yard Ops
Cleanout of Stilling Pond (as			r -
needed and when emergency	n/a	n/a	
by-pass is used)			Gyp Marketer
Road from Dewatering Facility			
to Dry Stack Disposal Area	TVA - FES	HED	Gyp Marketer
Conveyor From Dewatering			
Facility to Dry Stack Disposal			
Area (Possible)	Gyp Marketer (If Req'd)	Gyp Marketer (If Req'd)	Gyp Marketer (If Req'd)

Note 1 - TVA& Gyp Markerter to negotiate most practical approach to providing these utilities.