June 24, 2019

Dear [Name],

As you are no doubt aware, real property you own is adjacent to the Cholla Power Plant, in particular the Bottom Ash Pond disposal area used by APS to manage coal combustion residuals ("CCR") generated by the plant.

The CCR Rule 40 C.F.R. Sec 257.95(g)(2) requires that APS notify the owners of neighboring property where we have identified levels of certain CCR constituents in groundwater that are in excess of federal CCR groundwater protection standards. Based on the results of groundwater quality sampling performed on APS property near certain Cholla CCR disposal areas, we believe that groundwater containing cobalt in excess of federal groundwater protection standards has migrated beneath your property.

At this time, we know of no reason to believe that these conditions pose a threat to human health or the environment. The contamination is limited to groundwater in the alluvial aquifer that is not used for drinking water. Nonetheless, out of an abundance of caution and to comply with federal CCR management regulations, we are in the process of assessing various corrective measures that could be used to remediate groundwater containing CCR constituents resulting from the Cholla Bottom Ash Pond. By July 14, 2019, we intend to publish a written report of this assessment to the APS website, aps.com. Then at least 30 days prior to selecting a remedy to address these conditions, we will host a public meeting to discuss this assessment of corrective measures.

We welcome your input as we consider our options for corrective measures. Please do not hesitate to reach out to us if you have any questions or comments about these conditions.

Best regards,

Richard Nicosia
Plant Manager
Cholla Power Plant