Arrowhead-Weston Update

Network Customer Meeting May 25, 2006

Real Estate

- 81% (640/793) of the required easements have been obtained.
- 87% (181/208,) of the required miles of right-ofway have been obtained.
- The jury trials, on the Condemnation Committee decisions for Sawyer County, are expected to begin in May 2006 rather than late February.
- The Real Estate process is ahead of schedule, current work is being concentrated on the SB, MS, AL- Wisconsin, HM and LH segments.



Construction Progress Wisconsin and Minnesota

- Clearing and construction activity began on the fifth construction segment SB Clearing 53% (777) of the sites have been cleared which represents nearly 100% of the clearing work in the initial four segments.
- Foundation Poured 43% (638) have been completed.
- Poles Set 38% (552) have been set.
- Wire Stringing 28% (404) of the structures have been strung.



Construction Progress Wisconsin and Minnesota

- Restoration 8% (112) of the sites have been restored. The restoration activity has begun in Wisconsin along the WW and LW segment.
- Construction is complete on the first two construction segments.
- Currently there are 6 drill rigs operating.



On-Going Risk Mitigation Efforts

- Development of a comprehensive, long-term plan for the purchase and utilization of mats by WPSC and MJ Electric to verify what additional mats may be necessary to support construction on five segments beginning in May, 2006. This plan will also be used to project mat usage through 2006-07 to determine when mats can be transferred from/to other ATC projects.
- Initiation of a project team to evaluate the line/substation construction and commissioning activities necessary to ensure Stone Lake is energized earlier then the end of 2006.



