

Natural Energy Resources Company

P.O. Box 567, Palmer Lake, CO 80133

719-481-2003, Fax 719-481-3452

centralcoloradopoint@comcast.net

December 8, 2008

Commissioners and Planners
Pueblo County
215 West 10th Street
Pueblo, Colorado 81003

Subject: Proposed Southern Delivery System vs. breakthrough Central Colorado Project

Dear Commissioners and Planners:

Pueblo County should consider the enclosed December 3, 2008 letter on the breakthrough Central Colorado Project (CCP), before making any 1041 Land-Use decisions on the proposed Southern Delivery System (SDS) for Colorado Springs Utilities.

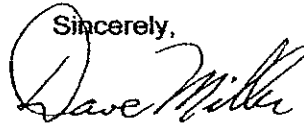
CCP's unprecedented high altitude renewable water and energy storage solution for Front Range, Colorado, and Southwestern needs was first publically disclosed during April 2007, with release of CCP's White Paper and U.S. Patent Application.

As indicated in these documents and the enclosed letter, CCP's selective gravity augmentations will substantially increase the reliability, productivity, and utility of existing water and energy systems for both sides of the Divide, including Colorado Springs and Front Range needs.

Unfortunately, the Bureau's Draft Environmental Impact Statement (DEIS) for SDS has not followed National Environmental Policy Act (NEPA) rules. These rules require objective EIS scoping comparisons of all reasonable alternatives, prior to considering detailed engineering and land use issues. SDS's higher cost concept is structured to reuse existing trans-mountain rights to extinction. CCP uses undeveloped Colorado River entitlements for enhancement of water and energy systems throughout multiple river basins on both sides of the Divide.

I would appreciate a timely opportunity to meet and discuss CCP's unprecedented economic and environmental advantages in more detail. Thank you, and please advise.

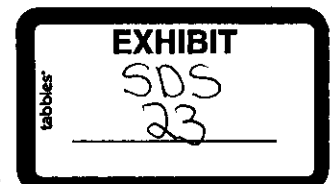
Sincerely,



Dave Miller,
President

Encl: Natural Energy letters dated Dec. 3, 2008 and Dec. 8, 2008

cc: Jerry Forte, Colorado Springs Utilities; Harris Sherman, CO Dept of Natural Resources; Tom Plant, CO Governor's Energy Office; Colorado Congressional Delegation and legislative leaders; Commissioner Bob Johnson, U.S. Bureau of Reclamation; Lt. General Robert L. Van Antwerp Jr., U.S. Army Corps of Engineers; Stephen L. Johnson, EPA Administrator; Secretaries of Interior, Energy, and Agriculture; Aspinall Unit Operations EIS participants.



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December 3, 2008

Mr. Harris Sherman, Executive Director
Colorado Dept. of Natural Resources
1313 Sherman Street, Room 718
Denver, Colorado 80203

Mr. Tom Plant, Executive Director
Colorado Governor's Energy Office
1580 Logan Street, Suite 100
Denver, Colorado 80203

Subject: Offer to assign Central Colorado Project's breakthrough regional renewable water and energy development solution to the State of Colorado

Dear Mr. Sherman and Mr. Plant:

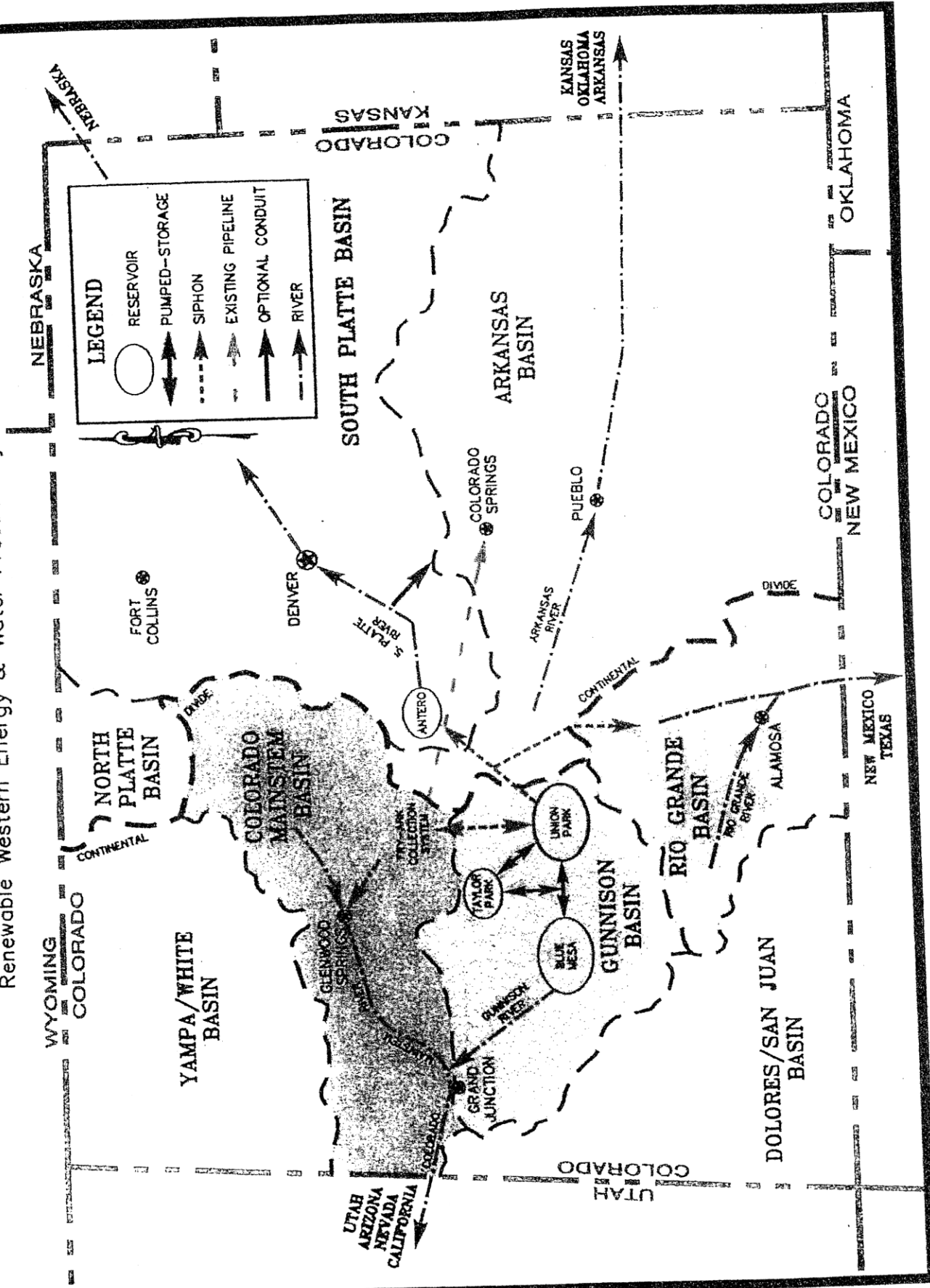
Natural Energy Resources Company is pleased to hereby offer its breakthrough Central Colorado Project (CCP) proposal to the State of Colorado, for development as a renewable water and energy solution for Colorado and the Southwestern Region.

System-wide modeling could quickly confirm the following unprecedented regional economic and environmental benefits from CCP's advanced high altitude pumped-storage capabilities:

- CCP's 1.2 million acre-feet of flexible high altitude storage will use reversible pump generators and responsive gravity deliveries to integrate and multiply safe yields of existing and future water and energy storage systems throughout the Gunnison, Colorado, South Platte, Republican, Arkansas, and Rio Grande River Basins;
- CCP's integrating capabilities could substantially increase the regional utility of existing non-integrated limited-life reservoirs and aquifers, including the Ogallala;
- CCP's pumped-storage capabilities are needed to make 20 to 50% renewable energy goals technically feasible. CCP will efficiently store the region's intermittent wind and solar energy for distribution as high value peaking power and blackout protection throughout the western power grid;
- CCP's integrated water and energy storage concept will be used as an innovative global model for safeguarding against escalating water and energy shortages, caused by highly variable droughts, growth, and climate changes;
- CCP's flexible multi-year augmentation capabilities can be used to selectively manage and optimize multiple river flows for endangered species, fish and wildlife, and human needs under extreme drought, growth, and climate conditions;
- CCP's breakthrough regional economic advantages will reduce water and energy utility costs for Colorado and Southwestern consumers, and /or increase funding for high priority public needs, such as roads and higher education;

CENTRAL COLORADO PROJECT (CCP)

Union Park Headwater Pumped-Storage Schematic for
Renewable Western Energy & Water Productivity Multiplier



SHERIDAN ROSS
A Professional Corporation
ATTORNEYS AND COUNSELORS AT LAW

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October 22, 2008

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also admitted in NY

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VIA EMAIL

Mr. David Miller
Natural Energy Resources Company
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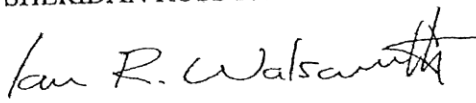
Re: U.S. Patent Application No. 12/102,651; Entitled: "SYSTEM FOR
SELECTIVELY STORING AND DIVERTING WATER AMONG MULTIPLE
RESERVOIRS AND METHOD FOR IMPROVING UTILITY OF
RENEWABLE WATER AND ENERGY RESOURCES THROUGHOUT
MULTIPLE RIVER BASINS"
Our File No.: 5698-1

Dear Dave:

We are pleased to announce that the above-referenced patent application has published in the United States. This published application has been assigned U.S. Patent Publication No. 2008/0253925, and a complete copy is enclosed with this letter. Should you have any questions about the publication, or should you find any errors please contact me at your convenience.

Sincerely,

SHERIDAN ROSS P.C.


Ian R. Walsworth

IRW/nln
Enclosure
c: Bruce A. Kugler, Esq.

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US 20080253837A1

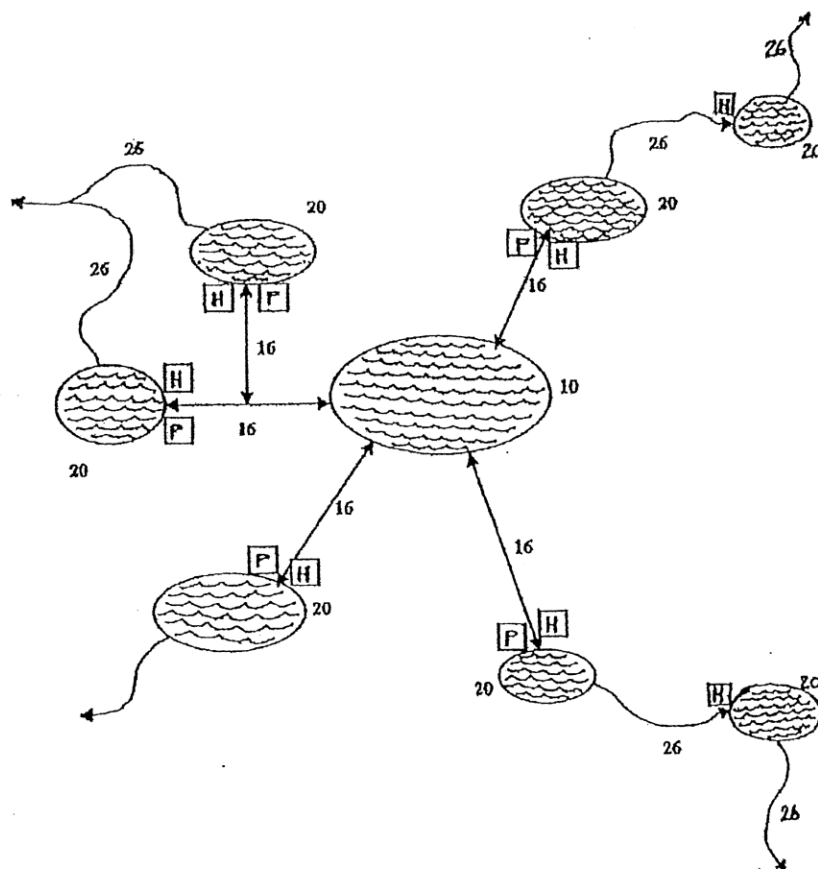
(19) **United States**(12) **Patent Application Publication**
Miller(10) Pub. No.: **US 2008/0253837 A1**
(43) Pub. Date: **Oct. 16, 2008**(54) **SYSTEM FOR SELECTIVELY STORING AND
DIVERTING WATER AMONG MULTIPLE
RESERVOIRS AND METHOD FOR
IMPROVING UTILITY OF RENEWABLE
WATER AND ENERGY RESOURCES
THROUGHOUT MULTIPLE RIVER BASINS****Publication Classification**(51) Int. Cl.
E02B 3/04

(2006.01)

(52) U.S. Cl. 405/80

(75) Inventor: **Allen David Miller, Palmer Lake,
CO (US)**Correspondence Address:
**SHERIDAN ROSS PC
1560 BROADWAY, SUITE 1200
DENVER, CO 80202**(73) Assignee: **NATURAL ENERGY
RESOURCES COMPANY,
Palmer Lake, CO (US)**(21) Appl. No.: **12/102,651**(22) Filed: **Apr. 14, 2008****Related U.S. Application Data**(60) Provisional application No. 60/911,451, filed on Apr.
12, 2007.(57) **ABSTRACT**

A high altitude pumped-storage system for selectively integrating, storing, and distributing water and energy to increase the regional productivity of existing and future water and energy resources throughout multiple river basins is disclosed. This system addresses in part the increased requirement of supplying energy demands from a renewable energy source, such as wind, solar, or water generated power. The system includes at least one primary reservoir connected to multiple secondary reservoirs by conduits. The system allows for selectively distributing water and energy between secondary reservoirs and at least one primary reservoir. The system may comprise one or more hydroelectric power generation facilities. A method for increasing the regional efficiency of existing and future systems for producing, storing, and delivering energy from sources such as hydroelectric, wind and solar power from the water collected by the system described herein is also disclosed.



Natural Energy Resources Company**P.O. Box 567, Palmer Lake, CO 80133****719-481-2003, Fax 719-481-3452**centralcoloradoproject@comcast.net

December 8, 2008

Mr. Dan Crabtree, Team Leader
Aspinall Unit Operations EIS
U. S. Bureau of Reclamation
2764 Compass Drive
Grand Junction, Colorado 81506

Subject: System-wide modeling of Central Colorado Project in Aspinall Unit Operations EIS

Dear Mr. Crabtree:

Natural Energy Resources Company hereby requests inclusion of system-wide modeling of the Central Colorado Project (CCP) in the Bureau's ongoing Aspinall Unit Operations EIS.

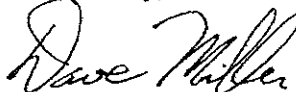
CCP's breakthrough renewable water and energy solutions for Colorado and the Southwestern Region are briefly described in the enclosed December 3, 2008 letter to Colorado's leading water and energy officials.

As currently written, your Preliminary Draft Aspinall Operations EIS does not include any state-wide consumptive use modeling for development of the Bureau's 300,000 acre-feet Aspinall marketable Pool, which is the primary 1956 Congressional purpose of the Aspinall Unit.

The Environmental Protection Agency, State of Colorado, and Bureau of Reclamation should require regional modeling of CCP's unprecedented renewable water and energy solutions, to assure compliance with National Environmental Policy Act (NEPA) scoping rules on reasonable alternatives.

Thank you for honoring this vital Aspinall-CCP modeling request. Natural Energy is available to assist, as required. Please advise.

Sincerely,



Dave Miller,
President

Encl: December 3, 2008 letter to Harris Sherman, Exec. Director, Colorado Dept of Natural Resources and Tom Plant, Exec. Director of Governor's Energy Office, and December 8, 2008 letter to Pueblo County.

cc: Aspinall Unit Operations EIS participants; Jerry Forte, Colorado Springs Utilities; Harris Sherman, CO Dept of Natural Resources; Tom Plant, CO Governor's Energy Office; Colorado Congressional Delegation and legislative leaders; Commissioner Bob Johnson, U.S. Bureau of Reclamation; Lt. General Robert L. Van Antwerp Jr., U.S. Army Corps of Engineers; Stephen L. Johnson, EPA Administrator; Secretaries of Interior, Energy, and Agriculture.