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**DOCKET** 

07-AFC-2

**DATE** DEC 01 2009

**RECD.** DEC 02 2009

December 1, 2009

California Energy Commission Docket Unit 1516 Ninth Street Sacramento, CA 95814-5512

Subject:

RRI ENERGY'S STATUS REPORT AND REQUEST FOR EXTENSION OF PROJECT SUSPENSION DOCKET NO. (07-AFC-02)

Enclosed for filing with the California Energy Commission is the original copy of the RRI ENERGY'S STATUS REPORT AND REQUEST FOR EXTENSION OF PROJECT SUSPENSION, for the San Gabriel Generating Station (07-AFC-02).

Sincerely,

Marie Mills

Hanilfells

Scott A. Galati David Wiseman GALATIBLEK, LLP 455 Capitol Mall, Suite 350 Sacramento, CA 95814 (916) 441-6575

#### STATE OF CALIFORNIA

# Energy Resources Conservation and Development Commission

In the Matter of:

DOCKET NO. 07-AFC-02

Application for Certification for the San Gabriel Generating Station

RRI ENERGY'S STATUS REPORT AND REQUEST FOR EXTENSION OF PROJECT SUSPENSION

Pursuant to section 1716.5 of the California Energy Commission Siting Regulations, applicant RRI Energy, Inc. (RRI Energy), hereby submits this Request for Extension of Project Suspension.

On June 2, 2009, RRI Energy, Inc. (RRI Energy) filed a Request for Project Suspension for the San Gabriel Generation Station (SGGS). The Committee granted that suspension request on June 5, 2009 for a six (6) month period set to expire on December 31, 2009. RRI Energy requested the suspension mainly due to permitting difficulties within the South Coast Air Quality Management District (SCAQMD). The SGGS had planned on utilizing the SCAQMD Priority Reserve Bank to satisfy its offset obligations. The SCAQMD Rule 1309.1 which authorized the use of those Priority Reserve Credits was withdrawn as a result of litigation. At the time of the initial Request for Project Suspension, legislative and legal efforts were being made to possibly allow the use of the Priority Reserve emission reduction credits and since such time the passage of Senate Bill 827 (SB 827) should reopen the SCAQMD's ability to issue

those credits as of January 2010. The emission reduction credit issue has the ability to reach a successful resolution and enable RRI Energy to move forward in permitting the SGGS.

During the extended project suspension RRI Energy will evaluate the SGGS in conjunction with the new legislation and provide the Committee with monthly status reports.

RRI Energy requests the Committee grant the SGGS a six (6) month extension of the current suspension so that RRI Energy may evaluate the economic and permitting viability of the SGGS to access and utilize emission reduction credits in accordance with SB 827.

Dated: December 1, 2009

David Wiseman

Counsel to RRI Energy



# BEFORE THE ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION OF THE STATE OF CALIFORNIA 1516 NINTH STREET, SACRAMENTO, CA 95814 1-800-822-6228 – www.energy.ca.gov

APPLICATION FOR CERTIFICATION
FOR THE SAN GABRIEL
GENERATING STATION

Docket No. 07-AFC-2

PROOF OF SERVICE (Revised 4/27/2009)

#### **APPLICANT**

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#### INTERVENORS

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<sup>\*</sup> Indicates change

### **DECLARATION OF SERVICE**

I, David L. Wiseman, declare that on December 1, 2009, I served and filed copies of the attached RRI ENERGY'S STATUS REPORT AND REQUEST FOR EXTENSION OF PROJECT SUSPENSION dated December 1, 2009. The original document, filed with the Docket Unit, is accompanied by a copy of the most recent Proof of Service list, located on the web page for this project at: http://www.energy.ca.gov/sitingcases/sangabriel/index.html]

The document has been sent to both the other parties in this proceeding (as shown on the Proof of Service list) and to the Commission's Docket Unit, in the following manner:

FOR SERVICE TO ALL OTHER PARTIES:
_X_ sent electronically to all email addresses on the Proof of Service list;
_X_ by personal delivery or by depositing in the United States mail at with first-class postage thereon fully prepaid and addressed as provided on the Proof of Service list above to those addresses <b>NOT</b> marked "email preferred."
AND
FOR FILING WITH THE ENERGY COMMISSION:
_X_ sending an original paper copy and one electronic copy, mailed and emailed respectively, to the address below ( <i>preferred method</i> );
OR
depositing in the mail an original and 12 paper copies, as follows:
CALIFORNIA ENERGY COMMISSION

Attn: Docket No. 07-AFC-02 1516 Ninth Street, MS-4 Sacramento, CA 95814-5512 docket@energy.state.ca.us

I declare under penalty of perjury that the foregoing is true and correct.

David Wiseman Counsel to RRI Energy