LATHAM & WATKINS LLP

October 29, 2008

650 Town Center Drive, 20th Floor Costa Mesa, California 92626-1925 Tel: +1.714.540.1235 Fax: +1.714.755.8290 www.lw.com

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File No. 030137-0012

VIA FEDEX

CALIFORNIA ENERGY COMMISSION Attn: Docket No. 07-AFC-3 1516 Ninth Street, MS-4 Sacramento, California 95814-5512

DOCKET 07-AFC-3

DATE

OCT 29 2008

RECD. OCT 29 2008

CPV Sentinel Energy Project: Docket No. 07-AFC-3

Dear Sir/Madam:

Pursuant to California Code of Regulations, title 20, sections 1209, 1209.5, and 1210, enclosed herewith for filing please find Applicant's Additional Testimony and Response to Addendum to Final Staff Assessment Filed by Energy Commission Staff.

Please note that the enclosed submittal was also filed today via electronic mail to your attention.

and Kel

Paul E. Kihm Senior Paralegal

Enclosure

cc:

CEC 07-AFC-3 Proof of Service List (w/encl. via e-mail)

Michael J. Carroll, Esq. (w/ encl.)

Michael J. Carroll Shannon D. Torgerson LATHAM & WATKINS LLP 650 Town Center Drive, Suite 2000 Costa Mesa, CA 92626 (714) 755-8105

STATE OF CALIFORNIA ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION

In the Matter of:) Docket No. 07-AFC-3
Application for Certification, for the CPV SENTINEL ENERGY PROJECT by CPV SENTINEL, LLC	APPLICANT'S ADDITIONAL TESTIMONY AND RESPONSE TO ADDENDUM TO FINAL STAFF ASSESSMENT FILED BY ENERGY COMMISSION STAFF

Pursuant to the Evidentiary Hearing Order issued on October 22, 2008, Applicant hereby provides the following:

- Additional testimony to sponsor exhibits not identified on the Tentative Exhibit List attached to the Evidentiary Hearing Order; and
- Applicant's response to the Addendum to the Final Staff Assessment filed by Energy Commission staff.

Additional Testimony and Exhibits

The following Applicant sponsored exhibits are not identified on the Tentative Exhibit List attached to the Evidentiary Hearing Order:

- Exhibit 130 Applicant's Proposed Revisions to Conditions of Certification for Transmission System Engineering and Transmission Line Safety and Nuisance; and
- Exhibit 131 Supplement in Response to CEC Data Adequacy Review (CEC Log No. 42100).

The above-referenced exhibits are sponsored by Mark Turner, pursuant to his Supplemental Declaration, which is attached hereto. Applicant requests that the Supplemental Declaration of Mark Turner be identified as Applicant's Exhibit 132, and that Exhibits 130, 131 and 132 be included on the Tentative Exhibit List.

Applicant's Response to the Addendum to the Final Staff Assessment

For purposes of clarifying what Applicant understands to be the intent of proposed condition SOIL&WATER-8, paragraph d, Applicant proposes that it be modified to read as follows:

- d. If insufficient water has been recharged for project process needs pursuant to **SOIL&WATER-10**, the project shall not operate, unless the CPM determines that:
- 1. circumstances beyond the project owner's control have temporarily prevented delivery of water purchased for project process needs to Desert Water Agency's spreading grounds; and
- 2. the quantity of water conserved through implementation of new conservation measures 16 months or more previously in the Mission Creek Sub-basin pursuant to SOIL&WATER-15, together with any water recharged pursuant to SOIL&WATER-10 16 months or more previously that has not yet been used, is equal to or greater than that proposed to be used for project process water needs.

Other than the proposed changes to SOIL&WATER-8 suggested above, the Addendum to the Final Staff Assessment adequately addresses all outstanding issues identified in Applicant's Prehearing Conference Statement and raised during the Prehearing Conference. If staff concurs with Applicant's proposed changes to SOIL&WATER-8, there are no remaining substantive disputes or outstanding issues between the parties in any area other than perhaps Air Quality, which the Committee has deferred to a subsequent hearing. Applicant would therefore be prepared to submit all areas other than Air Quality based on its pre-filed testimony as supplemented hereby. Applicant would not provide any additional direct testimony at the Evidentiary Hearing on November 3, 2008 and would not seek to cross-examine any staff witnesses.

DATED: October 29, 2008 Respectfully submitted,

Michael J. Carroll

LATHAM & WATKINS/LLP

1	LATHAM & WATKINS LLP 650 Town Center Drive, 20th Floor	
2	Costa Mesa, California 92626-1925 Telephone: +1.714.540.1235 Facsimile: +1.714.755.8290	
4	Attorneys for Applicant	
5	State of	California
6	Energy Resources	
7	Conservation and Development Commission	
8		
9	In the Matter of: Application for Certification	Docket No. 07-AFC-03
10	for the CPV SENTINEL ENERGY PROJECT by CPV Sentinel, L.L.C.	SUPPLEMENTAL DECLARATION OF MARK TURNER REGARDING VARIOUS PROJECT TOPICS
11		101100
12		
13	I, Mark Turner, declare as follows:	
14	I am a Director with Competitive Power Ventures, the parent company of	
15	CPV Sentinel, LLC, and am duly authorized to make this declaration. Except where stated on	
16	information and belief, the facts set forth herein are true of my own personal knowledge and the	
17	opinions set forth herein are true and correct articulations of my opinions. If called as a witness I	
18	could and would testify competently to them.	
19	2. I earned an M.A. from Columbia University and a B.A. from California	
20	State University, Sacramento. I have over 15 years of experience in the permitting and	
21	development of electric energy projects. I have led power generation development efforts from	
22	inception through financial closing, and I am the Project Manager for the CPV Sentinel Power	
23	Project. A copy of my current curriculum vitae is attached to Applicant's Prehearing Conference	
24	Statement.	
25	3. I reviewed and am famil	iar with the Applicant's Proposed Revisions to the
26	Conditions of Certification for Transmission System Engineering and Transmission Line Safety	
27	and Nuisance (Exhibit No. 131) and the Supplement in Response to CEC Data Adequacy	
28	Review (Exhibit No. 132).	

1	4. Subject to the information provided herein, the content of the above-
2	referenced exhibits is true and accurate to the best of my information and belief.
3	5. I hereby offer the above-referenced exhibits into evidence.
4	Executed on October 26, 2008, at San Francisco, CA.
5	I declare under penalty of perjury of the laws of the State of California that the
6	foregoing is true and correct.
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8	MSON
9	Mark Turner
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STATE OF CALIFORNIA ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION

In the Matter of:) Docket No. 07-AFC-3
Application for Certification, for the CPV SENTINEL ENERGY PROJECT) ELECTRONIC PROOF OF SERVICE) LIST
) (October 24, 2008]

Transmission via electronic mail and by depositing one original signed document with FedEx overnight mail delivery service at Costa Mesa, California with delivery fees thereon fully prepaid and addressed to the following:

DOCKET UNIT

CALIFORNIA ENERGY COMMISSION

Attn: DOCKET NO. 07-AFC-3 1516 Ninth Street, MS-15 Sacramento, California 95814-5512 docket@energy.state.ca.us

Transmission via electronic mail addressed to the following:

APPLICANT

Mark Turner

Project Manager CPV Sentinel, LLC 55 Second Street, Suite 525 San Francisco, California 94105 mturner@cpv.com

Dale Shileikis

Vice President URS Corporation 221 Main Street, Suite 600 San Francisco, CA 94105-1917 dale shileikis@urscorp.com

<u>CPV SENTINEL ENERGY PROJECT</u> CEC Docket No. 07-AFC-3

Kathy Rushmore

URS Corporation 221 Main Street, Suite 600 San Francisco, CA 94105-1917 Kathy Rushmore@URSCorp.com

INTERESTED AGENCIES

California ISO P.O. Box 639014 Folsom, CA 95763-9014 e-recipient@caiso.com

Mohsen Nazemi

South Coast Air Quality Management District 21865 E. Copley Drive Diamond Bar, California 91765-4178 mnazemi@aqmd.gov

ENERGY COMMISSION

James D. Boyd

Vice Chair and Presiding Member jboyd@energy.state.ca.us

Jackalyne Pfannenstiel

Chair and Associate Committee Member jpfannen@energy.state.ca.us

Kenneth Celli

Hearing Officer kcelli@energy.state.ca.us

John Kessler

Project Manager jkessler@energy.state.ca.us

Caryn Holmes

Staff Counsel cholmes@energy.state.ca.us

Elena Miller

Public Adviser Publicadviser@energy.state.ca.us

<u>CPV SENTINEL ENERGY PROJECT</u> <u>CEC Docket No. 07-AFC-3</u>

DECLARATION OF SERVICE

I, Paul Kihm, declare that on October 29, 2008, I deposited a copy of the attached:

APPLICANT'S ADDITIONAL TESTIMONY AND RESPONSE TO ADDENDUM TO FINAL STAFF ASSESSMENT FILED BY ENERGY COMMISSION STAFF

with FedEx overnight mail delivery service at Costa Mesa, California with delivery fees thereon fully prepaid and addressed to the California Energy Commission. I further declare that transmission via electronic mail was consistent with the requirements of California Code of Regulations, title 20, sections 1209, 1209.5, and 1210. All electronic copies were sent to all those identified on the Proof of Service List above.

I declare under penalty of perjury that the foregoing is true and correct. Executed on October 29, 2008, at Costa Mesa, California.

Pául Kihm