STATE OF CALIFORNIA

Energy Resources Conservation And Development Commission

And Development Commission			DOCKET	
In the Matter of:)	Docket No. 07-AFC-3	07-AFC-3	
Application for Certification for the)	June 30, 2010	DATE	06/30/10
CPV Sentinel Energy Project)		RECD.	06/30/10
by the CPV Sentinel, L.L.C.)			<u> </u>

STAFF RESPONSE TO AIR DISTRICT MOTION

On June 15, 2010, intervenor California Communities Against Toxics (CCAT) filed the testimony of Michael Harris in the Sentinel Energy Project proceeding with regard to the California Energy Commission's (Energy Commission) AB 1318 determination. The following day, the South Coast Air Quality Management District (District) filed a motion to disqualify Michael Harris as a witness. The motion is made on the ground that Mr. Harris, who is a lawyer, has formerly served as District counsel on the very legal issues his testimony is intended to address, that his testimony risks disclosing confidential information of a prior client, and that the attorney-client privilege applies. Title 20, California Code of Regulations, section 1716.5 provides that any party may file a response to the motion of another party within 15 days of the filing of the motion. This is staff's response to the district's motion.

Mr. Harris's testimony, should it be called that, consists of his opinion about the application of the law to the circumstances of the determination that the Sentinel Committee must make pursuant to AB 1318 (Stats. 2009, ch. 285, § 3), and particularly with regard to the legal validity of the offsets identified for the Sentinel project. As such, Mr. Harris's "testimony" is more accurately characterized as legal argument that is typically the subject of briefing, and not provided as witness testimony.

The Energy Commission's scheduled July 19 hearing is an evidentiary hearing. The statutory definition of "evidence" is testimony, writings, or other things presented to the senses that are offered to prove the existence or nonexistence of a fact. (Evid. Code, § 140.) The Sentinel proceeding is by nature an "adjudicative proceeding," which is in

turn defined as "an evidentiary hearing *for determination of facts* pursuant to which an agency formulates and issues a decision." (Govt. Code, §11405.20 [emphasis added].)

The application of the law to the facts in this case is critical, and Mr. Harris's legal arguments are pertinent to the Sentinel Committee's decision. However, Staff believes that it is appropriate to treat Mr. Harris's statements not as testimony but as legal argument similar to that provided by the District in its June 30 brief responding to such argument. Undoubtedly, whether or not the Committee should disqualify Mr. Harris as a witness, the legal issues raised by Mr. Harris will be made by CCAT. Thus, these issues will need to be briefed by the parties, whether or not Mr. Harris testifies as a witness.

Accordingly, Staff believes that Mr. Harris's declaration should be treated as legal argument rather than evidence. The legal issues raised by Mr. Harris should be briefed,¹ and could -- should the Committee wish -- be the subject of discussion at the July 19, 2010 hearing.

Date: June 30, 2010 Respectfully submitted,

CARYN J. HOLMES RICHARD C. RATLIFF

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¹ The District has now filed a brief on these legal issues.



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 CPV SENTINEL ENERGY PROJECT BY THE CPV SENTINEL, L.L.C

DOCKET NO. 07-AFC-3

PROOF OF SERVICE (Revised 5/21/2010)

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DECLARATION OF SERVICE

I, <u>Maria Santourdjian</u>, declare that on <u>June 30, 2010</u>, I served and a filed copies of the attached <u>Staff</u> <u>Response to Air District Motion</u>, dated <u>June 30, 2010</u>. The original documents, 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/sentinel/index.html]

The documents 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:

(Check all that Apply)
For service to all other parties:
 x sent electronically to all email addresses on the Proof of Service list; x by personal delivery; x by delivering on this date, for mailing with the United States Postal Service with first-class postage thereon fully prepaid, to the name and address of the person served, for mailing that same day in the ordinary course of business; that the envelope was sealed and placed for collection and mailing on that date to those addresses NOT 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 (preferred method);
ORdepositing in the mail an original and 12 paper copies, as follows:
CALIFORNIA ENERGY COMMISSION Attn: Docket No. 07-AFC-3 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, that I am employed in the county where this mailing occurred, and that I am over the age of 18 years and not a party to the proceeding.

Original signed by:

Maria Santourdjian