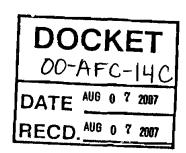
CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET SACRAMENTO, CA 95814-5512



August 7, 2007

Mr. Marc Kodis NRG Energy Inc./El Segundo Power II LLC 1819 Aston Avenue, Suite 105 Carlsbad, CA 92008



Subject: El Segundo Power Redevelopment Project (00-AFC-14C)
Approval to Remove Unit 1 and 2 Stacks

Dear Mr. Kodis:

El Segundo Power II LLC (ESP II) filed an Application for Certification (AFC) with the California Energy Commission on December 21, 2000, and the Energy Commission issued a Decision approving demolition of Units 1 and 2 and the construction and operation of the El Segundo Power Redevelopment Project on February 2, 2005. The Energy Commission approved the abatement of lead and asbestos on October 25, 2006, and specific pre-demolition activities on December 28, 2006. On July 18, 2007, ESP II submitted a request for approval to start the demolition of the Units 1 and 2 stacks.

The Energy Commission staff has received and reviewed several documents submitted by ESP II to satisfy the conditions of certification required prior to demolition activities. Although some documents are still under review, the Energy Commission staff has reviewed and approved the necessary submittals for the removal of the Units 1 and 2 stacks. ESP II may begin the proposed top down demolition of the Units 1 and 2 stacks.

If you have any questions or comments, please contact me either by telephone at (916) 653-1639, or by e-mail at cmeyer@energy.state.ca.us.

Sincerely,

Christopher Meyer, Compliance Project Manager

Energy Facilities Siting Division

cc: Chris Doyle, NRG Energy Inc. John A. McKinsey, Stoel Rives LLP George L. Piantka, NRG Energy Inc.

(Ligha Mayn