

CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET
SACRAMENTO, CA 95814-5512

December 28, 2006

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

DOCKET	
00-AFC-14c	
DATE	DEC 28 2006
RECD.	DEC 28 2006

**Subject: El Segundo Power Redevelopment Project (00-AFC-14C)
Approval to Start Limited Pre-Demolition Activities**

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. On November 17, 2006, El Segundo submitted a request to complete certain relocation activities prior to either official demolition or site mobilization.

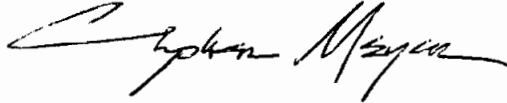
The Energy Commission staff has received several documents submitted by ESP II to satisfy the conditions of certification and, in particular, has reviewed and approved documents or activities that satisfy AQ-1C, CUL-1, PAL-1, NOISE-3, and WASTE-4. Because we believe satisfaction of these five conditions, as well as others that have already been satisfied, is a prerequisite to beginning five (5) of the Relocation activities proposed in your November 17, 2006 letter, you may begin those activities which are listed below. In addition, the Energy Commission staff has determined that the completion of these five Relocation activities should not result in any environmental impacts. However, no other work associated with site mobilization, demolition or construction may occur without prior written approval from the Energy Commission Compliance Project Manager. The five approved activities are:

- construction of the permanent Communications room,
- set up of temporary administration and maintenance trailers (including associated shallow trenching for utility connections),
- relocation of Air Compressors,
- isolation and/or capping of aboveground lines common to Units 1 and 2 and Units 3 and 4, and
- removal of existing Condensate Storage Tanks (removal only).

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.

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Sincerely,

A handwritten signature in black ink, appearing to read "Christopher Meyer". The signature is fluid and cursive, with the first name "Christopher" written in a larger, more prominent script than the last name "Meyer".

Christopher Meyer, Compliance Project Manager
Energy Facilities Siting Division

cc: Jesus Arredondo, El Segundo Power II, LLC
John McKenzie, Counsel to El Segundo Power II, LLC
George Pianka, Essentia Management Services LLC