

CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET
 SACRAMENTO, CA 95814-5512
 WWW.ENERGY.CA.GOV

DOCKET**05-AFC-2C**DATE Mar 18 2011RECD. Mar 23 2011

NOTICE OF RECEIPT
PETITION TO AMEND THE ENERGY COMMISSION DECISION for the
WALNUT CREEK ENERGY PARK
(05-AFC-2C)

On March 8, 2011, the Walnut Creek Energy, LLC (WCE) filed a petition with the California Energy Commission requesting to modify the Walnut Creek Energy Park (WCEP) Project. The 500-megawatt project was certified by the California Energy Commission (Energy Commission) on February 27, 2008 and has not yet been constructed. The facility will be located at 911 Bixby Drive in the City of Industry, Los Angeles County.

DESCRIPTION OF PROPOSED MODIFICATION

The petition proposes to change Conditions of Certification (COCs) related to air quality mitigation measures for particulate matter (PM) 10, volatile organic compound (VOC), and sulfur oxide (SOx) in the following ways:

- Add provisions under COCs AQSC-7 and AQSC-8, and add AQ-19 to recognize exemption of the WCEP's emissions from the requirement for offsets pursuant to South Coast Air Quality Management District (SCAQMD) Rule 1303(b)(2) through replacement of older existing utility steam boiler capacity with newer, cleaner, more efficient advanced gas turbine equipment, as allowed per Rule 1304(a)(2).
- Modify AQSC-7 to clarify the revised offset requirements.
- Modify AQ-16 to increase the project's nitrogen oxide (NOx) RECLAIM Trading Credit obligations consistent with the increase in startups.

In addition, WCE seeks a modification to the air quality conditions and permit that will resolve an inconsistency between the Energy Commission Conditions, Final Determination of Compliance (FDOC) specifications, and WCE's PPA requirements, as follows:

- Modify AQ-3 to permit 480 startups and shutdowns per year and a maximum of two shutdowns per day

WCE also requests a modification to recognize a change in the best available control technology (BACT) for carbon monoxide (CO).

- Modify AQ-4 to reduce the CO emission permit limit from 6 ppm to 4 ppm.

ENERGY COMMISSION AMENDMENT REVIEW PROCEDURES

The purpose of the Energy Commission's review process is to assess the impacts of this proposal on environmental quality, public health and safety. The review process includes an evaluation of the consistency of the proposed changes with the Energy Commission's Decision and if the project, as modified, will remain in compliance with

applicable laws, ordinances, regulations, and standards (Title 20, Calif. Code of Regulations, section 1769). Energy Commission staff is currently analyzing the request and will publish an analysis in the near future. A public hearing for the purpose of approving or denying the amendment proposal will subsequently be held at a regularly scheduled Energy Commission business meeting.

This Notice of Receipt is being mailed to property owners adjacent to the project site and interested parties who may want to participate in the amendment process. If you wish to be removed from the WCEP project mailing list, please check the box on the enclosed form and return it to the address shown.

The petition is available on the Energy Commission's website at: <http://www.energy.ca.gov/sitingcases/walnutcreek/compliance/index.html>. The staff analysis (when published), will also be posted on the website. If you would like to receive a hard copy or CD of the petition and/or staff's analysis, please complete the enclosed Information Request Form and return it to the address shown.

If you have any comments or questions, please contact Christina Snow at (916) 651-3770, or by fax to (916) 654-3882, or via e-mail at: csnow@energy.state.ca.us within 14 days of the date of this notice.

For further information on how to participate in this proceeding, please contact the Energy Commission Public Adviser's Office, at (916) 654-4489, or toll free in California at (800) 822-6228, or by e-mail at publicadviser@energy.state.ca.us. News media inquiries should be directed to the Energy Commission Media Office at (916) 654-4989, or by e-mail at mediaoffice@energy.state.ca.us.

Date: _____

CHRIS MARXEN, Manager
Siting and Compliance Office
Siting, Transmission & Environmental
Protection Division

Enclosure: Information Request Form

Mail List # 7096

INFORMATION REQUEST FORM

COMPLETE & MAIL TO: CALIFORNIA ENERGY COMMISSION
COMPLIANCE UNIT
ATTN: CHRISTINA SNOW
1516 NINTH STREET, MS-2000
SACRAMENTO, CA 95814

OR FAX TO: (916) 654-3882

NAME AND/OR TITLE (AS IT IS TO APPEAR ON MAIL LABEL)

ORGANIZATION (IF APPLICABLE)

STREET ADDRESS OR P.O. BOX

CITY

STATE

ZIP CODE

PROPOSED AMENDMENT TO THE COMMISSION DECISION TO MODIFY THE WALNUT CREEK ENERGY PARK.

PLEASE CHECK THE DOCUMENTS YOU WOULD LIKE TO RECEIVE:

- PETITION TO AMEND / HARD COPY OR CD
- STAFF ANALYSIS
- COMMISSION ORDER

PROJECT: WALNUT CREEK ENERGY PARK

DOCKET NO: 05-AFC-2C

MAIL LIST NO: 7096

PLEASE REMOVE MY NAME FROM THE WALNUT CREEK ENERGY PARK MAILING LIST #7096