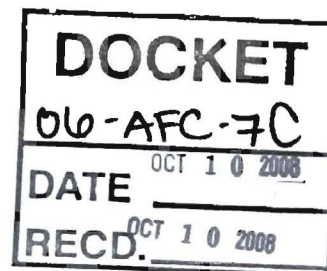


## CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET  
SACRAMENTO, CA 95814-5512  
www.energy.ca.gov



October 10, 2008



Jon Maring, Director  
Pacific Gas and Electric Company  
915 Highland Pointe Drive, Suite 130  
Roseville, CA 95678

**SUBJECT: HUMBOLDT BAY REPOWERING PROJECT (06-AFC-7C)  
PHASE ONE LIMITED START OF CONSTRUCTION**

Dear Mr. Maring:

The Humboldt Bay Repowering Project (HBRP) is now in compliance with most conditions of certification required prior to the start of construction for the HBRP and related facilities. Bureau Veritas, the California Energy Commission's (CEC) delegate Chief Building Official, reports that all plan approvals and permits required for the limited activities listed below have been secured. Therefore, CEC staff authorized on October 3, 2008, the following list of activities to commence:

- Install protective fencing to protect wetland areas within the project site and along the access road;
- Install protective fencing around the boundary of the Buhne Point Wetland Preserve (BPWP) and the jurisdictional wetlands within the preserve area;
- Mark noxious weeds for removal within the BPWP;
- Identify native plants within the BPWP for salvaging;
- Install storm water Best Management Practices (BMPs) such as silt fence and fiber rolls, in non-wetland areas;
- Stage construction materials and equipment in a designated location outside of any wetland areas;
- Identify and mark existing utilities;
- Remove appurtenance items within the buildings to be demolished on the HBRP site. This includes: electrical switches containing mercury, thermostats, fluorescent lights and ballasts;
- Cutting and capping of above-grade conduits and piping;
- Remove the aboveground diesel fuel storage tank, containment structure, concrete saddles, and pedestal supports; and
- Remove equipment and material from inside the buildings to be demolished.

As agreed, the HBRP project may begin limited project-related ground-disturbing activities provided a Cultural Resources Monitor (CRM) is present for all ground disturbance activities. An approved Cultural Resources Specialist (CRS) or approved alternate CRS must be available for site visits if the CRM identifies any potentially

significant archaeological artifacts or deposits while monitoring this site. After approval of the Cultural Resources Monitoring and Mitigation Plan (CRMMP), all cultural resources conditions of certification will apply.

In addition, with the submittal today, October 10, 2008, to the Energy Commission of the 401 Water Quality Certification permit from the North Coast Regional Water Quality Control Board (NCRWQCB), as required by Condition BIO-8, and for incorporation into the Biological Resources Mitigation Implementation and Monitoring Plan as required by Conditions BIO-5 and BIO-8, the phase one activities listed below may also commence:

- Soil Remediation
- Construction Fence Installation
- Demolition
- Removal of existing gas and water pipelines
- Removal of existing underground utilities
- Construction of wetland preserve
- Filling of wetlands
- Installation of the storm water management system and erosion-control Best Management Practices (BMPs) in wetland areas
- Construction of temporary access road and potable water pipeline
- Improvements to the existing overflow parking lot

No ground disturbance, grading, boring, trenching, or construction of any kind, with the exception of the activities listed above and in the Energy Commission's letter dated October 3, 2008, will be allowed for the construction of the HBRP facilities until the following conditions of certification are satisfied:

GEN-2	Schedule of facility design submittals, master drawing and master specifications list
GEN-4	Resume and registration number for the Resident Engineer
GEN-5	Resumes and registration numbers for the other required engineers
GEO-1	Letter from the project structural engineer describing the offset resistant design and verifying the design intent
CIVIL-1	Drainage structure design and grading plan; Erosion, and Sedimentation Control Plan and related calculations and specifications; soils, geotechnical, or foundation investigation reports for Phase Two (construction);
SOIL & WATER-1	Drainage, Erosion, and Sedimentation Control Plan for Phase Two (construction);

TRANS-1 Phase Two Traffic Control Implementation Plan

TRANS -2: Video or pictures of affected roads

WORKER SAFETY-1 Wartsila Construction Safety and Health Program

WORKER SAFETY-3 Wartsila Construction Safety Supervisor name and contact information

If you have any questions, please call me at (916) 654-4842 or e-mail me at [CMDavis@energy.state.ca.us](mailto:CMDavis@energy.state.ca.us).

Sincerely,



Chris Davis  
Compliance Project Manager