

STATE OF CALIFORNIA
State Energy Resources
Conservation and Development Commission

In the Matter of:)	Docket No. 92-AFC-2C
)	Order No. 99-0526-02
Sacramento Power, Inc.'s)	
SACRAMENTO ETHANOL AND POWER)	COMMISSION ORDER RE:
COGENERATION PROJECT)	PETITION TO EXTEND
)	START OF CONSTRUCTION
)	

On April 19, 1999, Sacramento Power, Inc. (SPI), the project owner for the Sacramento Ethanol and Power Cogeneration (SEPCO) Project, submitted a petition that requests a three-year extension to the five-year deadline to begin construction of the SEPCO Project. The extension would be from May 23, 1999 to May 23, 2002. The petition was submitted in accordance with the requirements of Title 20, California Code of Regulations, Section 1720.3 which states, "prior to the [five-year] deadline [to commence construction], the applicant may request, and the Commission may order, an extension of the deadline for good cause."

In their petition, SPI has referenced two factors as the basis for demonstration of good cause to extend the start of construction deadline for the SEPCO project. The first is a dispute between SPI and SMUD, including litigation that effectively stopped all development activities for over two years. The second is project financing challenges because of

certification, and
f. the need for new conditions of certification.

IT IS SO ORDERED.

DATED: May 26, 1999

STATE OF CALIFORNIA
ENERGY RESOURCES CONSERVATION
AND DEVELOPMENT COMMISSION



WILLIAM J. KEESE
Chairman