



South Coast Air Quality Management District

21865 Copley Drive, Diamond Bar, CA 91765-4178
(909) 396-2000 • www.aqmd.gov

October 30, 2009

Mr. Eric K. Solorio
Project Manager
Siting, Transmission and Environmental Protection Division
California Energy Commission
1516 Ninth Street, MS-15
Sacramento, CA 95814

DOCKET

07-AFC-9

DATE 10/30/09

RECD. 11/05/09

Subject: Canyon Power Plant (CPP) – CPP Project (07-AFC-9)

Dear Mr. Solorio:

This letter is provided pursuant to Public Resources Code 25523(d)(2) regarding emission offset certification. This section states in part: "The commission may not find that the proposed facility conforms with applicable air quality standards pursuant to paragraph (1) unless the applicable air pollution control district or air quality management district certifies, prior to the licensing of the project by the commission, that complete emission offsets for the proposed facility have been identified and will be obtained by the applicant within the time required by the district's rules."

This is to certify that, based on the information provided by CPP in their application to the AQMD (and related submittals), CPP has identified and obtained or will obtain the emission offsets as required, and within the timeframes required, by AQMD Rules and Regulations for the issuance of Permits to Construct. Please note that pursuant to AQMD Rule 2005(b)(2), RTCs are required to be obtained prior to the start of operation of the project.

Attached is a summary of the CPP project's emissions, amount of offsets required in the form of Emission Reduction Credits (ERCs), Short Term Emission Reduction Credits (STERCs) and RECLAIM Trading Credits (RTCs) (under AQMD New Source Review Rules and Regulations), and the amount of ERCs, STERCs and RTCs acquired to date.

Cleaning the air that we breathe...

If you have any questions regarding this letter, please contact me at 909-396-2662 or Mike Mills, Senior Manager, at 909-396-2578.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mohsen Nazemi', with a long horizontal flourish extending to the right.

Mohsen Nazemi, P.E.
Deputy Executive Officer
Engineering and Compliance

MN:MDM:JTY:VL

Attachment

cc: Steve Sciortino, City of Anaheim
Scott A Galati, Galati Blek LLP
Kurt Wiese
Mike Mills

CANYON POWER PLANT OFFSETS (ERCs, STERCs AND RTCs) STATUS

VOC: CPP has indicated that it will offset emissions through ERCs.

ERCs required: 21 lb/day (based on 1.2 offset ratio and emission rate of 17.24 lb/day)

ERCs acquired: 20 lb/day

ERCs identified to be acquired: 1 lb/day

Canyon Power Plant			Originator of ERCs	
Cert. No.	ERC Type	Amount (lb/day)	Name	Zone
AQ008840	ERC	10	Ringier America, Inc.	01-Coastal
AQ008842	ERC	10	Allied Signal, Inc.	01-Coastal

SOx: CPP has indicated that it will offset emissions through ERCs.

ERCs required: 5 lb/day (based on 1.2 offset ratio and emission rate of 4.51 lb/day)

ERCs acquired: 4 lb/day

ERCs identified to be acquired: 1 lb/day

Canyon Power Plant			Originator of ERCs	
Cert. No.	ERC Type	Amount (lb/day)	Name	Zone
AQ008862	ERC	4	CBS Corp.	01-Coastal

PM10: CPP has indicated that it will offset emissions through ERCs and STERCs.

ERCs required: 48 lb/day (based on 1.2 offset ratio and emission rate of 39.92 lb/day)

ERCs and STERCs acquired: 48 lb/day

Canyon Power Plant			Originator of ERCs	
Cert. No.	ERC Type	Amount (lb/day)	Name	Zone
AQ008838	ERC	1	Deluxe Laboratories	01-Coastal
AQ008844	ERC	4	Intl Light Metals Corp	01-Coastal
AQ008846	ERC	4	Commercial Enameling Co	01-Coastal
AQ008864	STERC	2 (STERC Stream)	Pechiney Cast Plate Inc	01-Coastal
AQ008866	STERC			
AQ008868	STERC			
AQ008870	STERC			
AQ008872	STERC			
AQ008874	STERC			
AQ008876	STERC			
AQ008878	STERC			
AQ008907	STERC	1 (STERC Stream)	Pechiney Cast Plate Inc.	01-Coastal
AQ008909	STERC			
AQ008911	STERC			
AQ008913	STERC			
AQ008915	STERC			
AQ008917	STERC			
AQ008919	STERC			
AQ008921	STERC			
AQ008891	STERC	7 (STERC Stream)	Pechiney Cast Plate Inc.	01-Coastal
AQ008893	STERC			
AQ008895	STERC			
AQ008897	STERC			
AQ008899	STERC			
AQ008901	STERC			
AQ008903	STERC			
AQ008905	STERC			
AQ009059	STERC	6 (STERC Stream)	Los Angeles Export Terminal Inc.	01-Coastal
AQ009061	STERC			
AQ009063	STERC			
AQ009065	STERC			
AQ009067	STERC			
AQ009069	STERC			
AQ009071	STERC			
AQ009073	STERC			

Canyon Power Plant			Originator of ERCs	
Cert. No.	ERC Type	Amount (lb/day)	Name	Zone
AQ009027	STERC	2 (STERC Stream)	Commonwealth Aluminum Concast	01-Coastal
AQ009029	STERC			
AQ009031	STERC			
AQ009033	STERC			
AQ009035	STERC			
AQ009037	STERC			
AQ009039	STERC			
AQ009041	STERC	19 (STERC Stream)	Commonwealth Aluminum Concast	01-Coastal
AQ009043	STERC			
AQ009045	STERC			
AQ009047	STERC			
AQ009049	STERC			
AQ009051	STERC			
AQ009053	STERC			
AQ009055	STERC	2 (STERC Stream)	Commonwealth Aluminum Concast	01-Coastal
AQ009057	STERC			
AQ009325	STERC			
AQ009327	STERC			
AQ009329	STERC			
AQ009331	STERC			
AQ009333	STERC			
AQ009335	STERC			
AQ009337	STERC			
AQ009339	STERC			

NO_x: CPP will participate in NO_x RECLAIM, and will offset NO_x through RTCs.

First year NO_x RTC requirement: 41,120 lbs

NO_x RTCs acquired: 0 lbs (Full RTCs required to be purchased prior to operation as per SCAQMD Rule 2005(b)(2))