

**CALIFORNIA ENERGY COMMISSION**1516 NINTH STREET  
SACRAMENTO, CA 95814-5512

**STATE OF CALIFORNIA  
ENERGY RESOURCES CONSERVATION  
AND DEVELOPMENT COMMISSION**

<b>In the Matter of:</b>	)	<b>Docket No. 98-AFC-2C</b>
<b>LA PALOMA GENERATING</b>	)	<b>Order No. 05-0713-01(d)</b>
<b>PROJECT</b>	)	
<b>LA PALOMA GENERATING</b>	)	<b>ORDER APPROVING Transfer of Equity</b>
<b>COMPANY, LLC</b>	)	<b>Ownership to the La Paloma Acquisition</b>
	)	<b>Company, LLC, and transfer of Operations</b>
	)	<b>to CEP La Paloma Operating Company,</b>
	)	<b>LLC</b>

The La Paloma Generating Company, LLC, the owner/operator of the La Paloma Generating Project, located east of the community of McKittrick in Kern County, has submitted a petition to amend their Energy Commission Decision in order to transfer 100 percent of the equity ownership of the La Paloma Generating Company, LLC to the La Paloma Acquisition Company, LLC, a subsidiary of Complete Energy Holdings, LLC. Day-to-day operations of the power plant will be transferred from DTE La Paloma Operations, LLC, to CEP La Paloma Operating Company, LLC, also a subsidiary of Complete Energy. A representative of the new operating company has provided a declaration, under penalty of perjury, that CEP La Paloma Operating Company, LLC, as manager for La Paloma Generating Company LLC, agrees to comply with the conditions of certification in the Energy Commission's Decision for the La Paloma Generating Project. La Paloma Generating Company, LLC, remains the owner of the La Paloma Generating Project.

**STAFF RECOMMENDATION**

Staff has reviewed the petition and finds that it complies with the requirements of Title 20 of the California Code of Regulations, Section 1769(b), and recommends approval of the ownership change.

**CONCLUSION AND ORDER**

The California Energy Commission hereby adopts the staff's recommendation and approves the transfer of equity ownership of the La Paloma Generating Company, LLC from the La Paloma Holding Company, LLC, to the La Paloma Acquisition Company, LLC, and transfer of operations from DTE La Paloma Operations, LLC, to CEP La Paloma Operating Company, LLC, effective on the date of closing.

IT IS SO ORDERED.

Date: July 13, 2005

STATE OF CALIFORNIA  
ENERGY RESOURCES CONSERVATION  
AND DEVELOPMENT COMMISSION

(signed by) \_\_\_\_\_

JOSEPH DESMOND, Chairman