

Pacific Gas and Electric Company

Geysers Power Plant
P.O. Box 456
Healdsburg, CA 95448
707/431-6047

Ken D. Speer, Jr.
Plant Manager

PG&E Letter: GPP-99-023

FEB 0 2 1999

DOCKET 79-AFC-5C
DATE JAN 29 1999
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January 29, 1999



Mr. Robert Brand
Compliance Project Manager
California Energy Commission
1516 Ninth Street, MS-2000
Sacramento, CA 95814-5512

Subject: Unit 16: Transfer of CEC Certificate #79-AFC-5, Decision Number P800-81-007 to Geysers Power Company, LLC

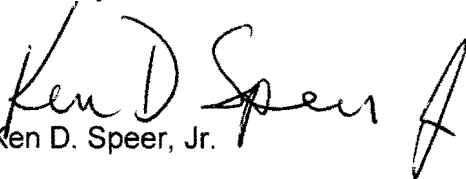
Dear Mr. Brand:

In response to the California deregulation of the electric industry, Pacific Gas and Electric Company ("**PG&E**") is currently selling several of its electric generating facilities, including Geysers Units 13 and 16 located in Lake County. Geysers Power Company, LLC ("**GPC**") has entered into a contract with PG&E to purchase the Geysers Units 13 and 16 and associated facilities located in Lake County. This sale is scheduled to close April 30, 1999 ("**Closing Date**"). If the Closing Date changes, we will promptly notify you.

Operation of the Geysers Units 13 and 16 is subject to a number of existing regulatory permits and licenses, including the California Energy Commission ("**CEC**") Certificate 79-AFC-5, Decision Number P800-81-007 ("**CEC Certificate**") which was issued for Geysers Unit 16. PG&E hereby requests that the CEC Certificate be transferred to GPC effective as of the Closing Date. Enclosed are the Petition for License Transfer executed by GPC and an agreement executed by GPC and PG&E.

Please feel free to call Roger Proett at (707) 431-6023 if you have any questions regarding these documents or require additional information. Thank you again for your assistance in this matter.

Sincerely,


Ken D. Speer, Jr.

cc: Dale Edwards - CEC

Enclosures

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Roger Proett (587-6023):aw

bcc: Steve Soule - O'Melveny & Myers
Kathy Nelson - O'Melveny & Myers
Nancy Shackleton - O'Melveny & Myers
Howard Heitner - O'Melveny & Myers
Ron Kino - PG&E
Jeff Bricker - PG&E
Steve Koop - PG&E
Loren Loo - PG&E
File No.: 065.200 (Unit 16)

Enclosures