DOCKETED

| Docket Number: | 01-AFC-24C |
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| Project Title: | Palomar Energy Project Compliance |
| TN #: | 210531 |
| Document Title: | Request to combine petitions to amend |
| Description: | San Diego Gas & Electric Company – Palomar Energy Center (01-AFC-24) Request to Recombine Petitions to Amend to: (1) Upgrade the Advanced Gas Path Technology of the Combustion Turbine; and (2) Conform Air Quality Conditions with the San Diego Air Pollution Control Districtâ€ TM s Permit to Operate |
| Filer: | Jonathan Fong |
| Organization: | Sempra Energy Company/SDGE |
| Submitter Role: | Applicant |
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February 24, 2016

Mr. Jonathan Fong Compliance Project Manager California Energy Commission 1516 Ninth Street, MS-2000 Sacramento, CA 95814

Re: San Diego Gas & Electric Company – Palomar Energy Center (01-AFC-24)

Request to Recombine Petitions to Amend to: (1) Upgrade the Advanced Gas Path Technology of the Combustion Turbine; and (2) Conform Air Quality Conditions with the San Diego Air Pollution Control District's Permit to Operate

Dear Mr. Fong:

As we discussed during our recent phone meeting, San Diego Gas & Electric Company (SDG&E) would like to recombine the two amendments currently pending for Palomar Energy Center. The first amendment is to upgrade the Advanced Gas Path technology of the combustion turbine at Palomar, which will allow SDG&E to deliver more efficient power to its customers. The second amendment will align the California Energy Commission's air quality conditions for Palomar with those established by the San Diego Air Pollution Control District (SDAPCD) in the Permit to Operate for Palomar.

Previously, SDG&E requested to bifurcate the two amendments due to potential timing constraints relating to the Advanced Gas Path upgrade. SDG&E, however, has made substantial progress with the SDAPCD on the Advanced Gas Path upgrade. This allows for recombining the two amendments to reduce the administrative burden on the Commission.

SDG&E submitted the original petition to amend on February 22, 2013, followed by first and second addenda on the air quality conditions. All aspects of these submittals remain relevant to the Commission's consideration of the Advanced Gas Path upgrade and air quality conditions.

SDG&E initially did not propose modifying any air quality conditions for the Advanced Gas Path upgrade. The SDAPCD, however, is currently drafting additional conditions for the upgrade. While these conditions will not affect Palomar's daily operations, they will ensure that Palomar does not exceed any significance thresholds. SDG&E will forward these conditions to the Commission for review once they are available.

If you have any questions regarding this information, please feel free to contact me at (760) 432-2547 or jbowman2@semprautilities.com.

Thank you,

Jason Bowman

Cc: Carl La Peter, SDG&E Plant Manager, Electric Generation Fred Waller, SDG&E Sr. Environmental Specialist, Electric Generation File: ADM-90-04