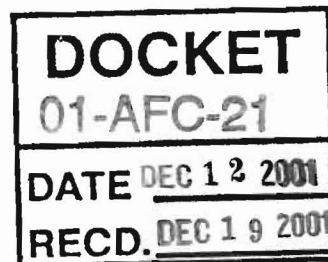


BAY AREA
AIR QUALITY
MANAGEMENT
DISTRICT

December 12, 2001

Tesla Power Project
7445 Southfront Road
Livermore, CA 94550

Attention: Scott Busa



Application Number: 3506
Plant Number: 13424
Equipment Location:
Midway Power
Livermore, CA 94550

Dear Applicant:

We are pleased to inform you that your application for an Authority to Construct and/or a Permit to Operate is now complete. Every effort will be made to expedite the processing of your permit application. A final decision on your application will be made as soon as possible, but no later than 01/21/02.

This completeness determination and final decision date may be revised if you submit new information indicating a significant change in the project design, use rate, or other factors which will influence emissions.

Please include your application number with any correspondence with the District. If you have any questions, please call Dennis T Jang at (415) 749-4707.

Sincerely,

A handwritten signature in black ink, appearing to read "Victor Morales-Laimon".

Victor Morales-Laimon
Manager, Permit Operations