Memorandum

Date: July 26, 2002 Telephone: (916) 653-0062

To: James D. Boyd, Presiding Member Robert Pernell, Associate Member

From: California Energy Commission BILL PFANNER, Project Manager

1516 Ninth Street

Sacramento, CA 95814-5512

Subject: MALBURG GENERATING STATION (01-AFC-25) STATUS REPORT #1

The City of Vernon - Malburg Generating Station (MGS) project (01-AFC-25) was deemed data adequate on May 8, 2002. On May 23, 2002, staff issued data requests in the following subject areas: Cultural Resources, Geological Resources, Socioeconomics, Soil and Water Resources, Traffic and Transportation, Transmission System Engineering, and Visual Resources. A data response workshop was held in the City of Vernon on July 1, 2002. Later that day, an Information Hearing and Site Visit was held by the Project Committee.

OUTSTANDING ISSUES

On July 17th, a second set of data request were issued for Transmission System Engineering and Cultural Resources (requesting details not provided by the first set of data responses). The City is working with Southern California Edison to provide the responses to the Transmission System Engineering requests, and the City's consultant, Parsons, is working to respond to the Cultural requests. These responses are expected completed by the end of July.

During the Data Workshop on July 1st, Staff requested that the existing blackstart generator be included in the Health Risk Assessment (Public Health Section) for the Project. Although the generator is part of the existing facility, it should be modeled in the Health Risk Assessment since it will be used as part of the total project. A revised Public Health Section will be completed and submitted by the end of the month.

The City has retained the services of a Socioeconomic Modeling Consultant to conduct an IMPLAN modeling for the MGS Project. This will identify secondary financial impacts to the region associated with the proposed project. The results of these modeling studies will be completed by the end of the month.

LOCAL AGENCY PARTICIPATION

Except for the air permit, all available comments and determinations from local, state and federal agencies including will-serve letters have been submitted as part of the AFC data request submittals.

SCAQMD is scheduled to have their PDOC to the City by July 31. The applicant will then docket their complete emissions offset package and evidence of BACT compliance.

The results of the SCE Transmission System Impact Study was submitted and docketed with the responses to the Informational Workshop and Hearing Requests. The applicant is currently working with Southern California Edison to provide responses to the second set of data request by Transmission System Engineering Staff, which should be complete by the end of the month.

SCHEDULING ISSUES

The application is progressing on schedule. At this time, Staff is not recommending that any dates in the CEC's schedule be revised.

cc: City of Vernon