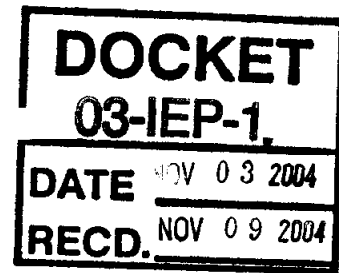


**STATE OF CALIFORNIA
ENERGY RESOURCES CONSERVATION
AND DEVELOPMENT COMMISSION**



In the Matter of :)	Docket No. 03-IEP-01
)	
Preparation and Adoption)	
of the 2004 Integrated)	Order No. 04-1103-02
Energy Policy Report Update)	
)	
)	

**ORDER ADOPTING REPORT ENTITLED
“2004 INTEGRATED ENERGY POLICY REPORT UPDATE”**

Whereas, Public Resources Code Sections 25300 *et seq.* (enacted by Senate Bill 1389 (Bowen), Chapter 568, Statutes of 2002) requires the California Energy Commission (Energy Commission) to adopt an *Integrated Energy Policy Report (Energy Report)* every two years that provides a current status of energy trends and issues facing California and recommends energy policies. The first *Energy Report* was adopted and submitted to the Governor in December 2003; and

Whereas, Public Resources Code Section 25302 (d) requires the Energy Commission to prepare an energy policy review to update analyses or raise energy issues that have emerged since adoption of the previous *Energy Report* , beginning November, 2004 and every two years thereafter; and

Whereas, the Energy Commission commenced the *2004 Energy Report Update* proceeding, and designated an *Energy Report Committee*, consisting of Commissioner John L. Geesman, Presiding Member and Commissioner James D. Boyd, Associate Member, to develop and obtain public input on the contents, findings and recommendations of the *Energy Report Update*; and

Whereas, the *Energy Report Update* is a policy document, based on the public record and three draft staff white papers entitled:

- ◆ Resource, Reliability, and Environmental Concerns with Aging Power Plant Operations and Retirements
- ◆ Upgrading California’s Electric Transmission System: Issues and Actions for 2004 and Beyond
- ◆ Accelerated Renewable Energy Development; and

Whereas, the Energy Commission (through its duly designated *Energy Report Committee*) held 10 public workshops to obtain information and input from stakeholders and the general public to use in the development of the staff reports, three workshops on the draft staff white papers after they were released to the public, and five hearings throughout the state on the contents, findings and recommendations of the *Committee Draft Energy Report Update*; and

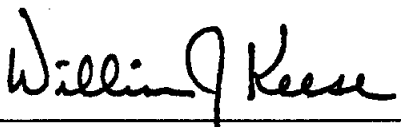
Whereas, on November 3, 2004, at a duly noticed public hearing, the Energy Commission did review and receive comments on the *Draft Final Commission Energy Report Update*; and

Whereas, the Energy Commission has determined that the *Draft Final Commission Energy Report Update*, as amended, is both complete and acceptable.

NOW THEREFORE IT IS ORDERED THAT: The Energy Commission hereby approves and adopts the *Draft Final Commission Energy Report Update*, as amended, as the Energy Commission's official 2004 *Integrated Energy Policy Report Update*, and this approved report shall be docketed and promptly provided to the Governor, and made publicly available to all such others as may have an interest herein.

Date: November 3, 2004

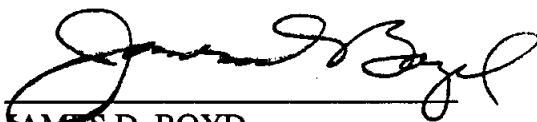
STATE OF CALIFORNIA
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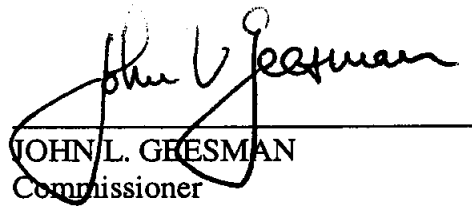
WILLIAM J. KEESE
Chairman



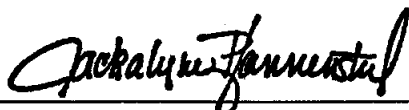
ARTHUR H. ROSENFELD
Commissioner



JAMES D. BOYD
Commissioner



JOHN L. GIESMAN
Commissioner



JACKALAYNE PFANNENSTIEL
Commissioner