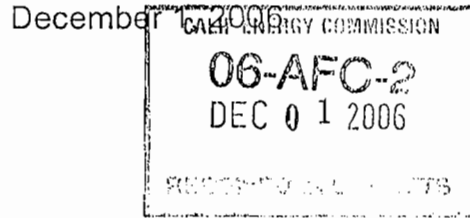
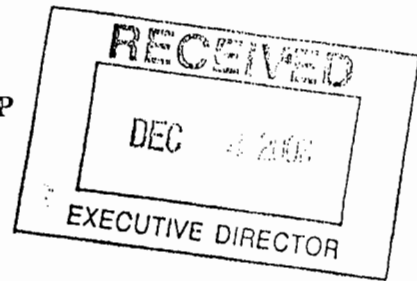


**GALATI & BLEK LLP**  
Counselors & Advocates

Plaza Towers  
555 Capitol Mall  
Suite 600  
Sacramento, CA 95814



Attorneys  
Scott A. Galati  
Scott W. Blek

Of Counsel  
Jennifer Costanza

Lobbyists  
Scott A. Galati  
Sandra A. Carey

OFFICES ALSO IN  
GLENDALE, CA

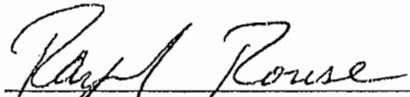
Mr. B.B. Blevins  
Executive Director  
California Energy Commission  
1516 Ninth Street  
Sacramento, CA 95814

**Subject: Repeated Request for Confidential Designation  
Confidential Air Quality Status Report No. 1  
Confidential Offset Strategy  
AES Highgrove Project (06-AFC-2)**

Dear Mr. Blevins,

AES Highgrove, LLC (AES) is the owner of the AES Highgrove Project. AES requested Confidential Designation of a Confidential Offset Strategy in a previous filing dated June 27, 2006. Staff submitted Data Requests, which required AES to provide monthly status reports relating to implementation of its Confidential Offset Strategy. AES requests that the attached Confidential Air Quality Status Report No. 1 be designated confidential pursuant to 20 CCR Section 2505 (b). This information is substantially similar to the prior request and the facts and circumstances that make the information contained in the Confidential Air Quality Status Report No. 1 confidential.

I certify under penalty of perjury that the information contained in this application for confidential designation is true, correct and complete to the best of my knowledge and that I am authorized to make the application and certification on behalf of the applicant.

  
Raymond C. Rouse  
Counsel for AES