CALIFORNIA ENERGY COMMISSION REPORT OF CONVERSATION Page 1 of 1



Energy Facil			FILE: 06-A	AFC-5				
Environmental Protection Division		PROJEC	PROJECT TITLE: Panoche Energy Center					
Telephone	(740) 852-5266		eet	ng Location:				
NAME:	Terry LaPrise – Regior Sales Manager	nal DAT	E:	9/6/07	TIME:	11:00 AM		
WITH:	Aquatech International	Corp.						
SUBJECT:	Pre-treatment alternativ	e for Pro	ces	s Water Use of	Upper Aquifer			

In a telephone discussion with Mr. Terry LaPrise – Regional Sales Manager of Aquatech International Corp., I obtained information to explore and establish an alternative water treatment approach to utilize groundwater that could be supplied from the semi-confined (upper) aquifer (Well MW-3). The applicant's water quality data (Table 3.2 of the 3/2/07 Technical Memorandum) and design criteria (AFC Table 5.5-8) served as the basis for developing the water treatment approach using common water treatment equipment. This information was provided to Mr. LaPrise in my email dated August 22, 2007.

Mr. LaPrise confirmed that there is a feasible alternative to lime softening using filtration technology. The conceptual alternative developed and recommended by Mr. LaPrise is summarized as follows:

Equipment	Purpose	Feed Flow Rate (gpm)	Product Flow Rate (gpm)	Cost
Scale Inhibitor Injection	Keeps CaCO ₃ (hardness) in solution so that it does not foul Ultra- and Nano-filtration membranes	2,400	2,400	Included
Ultrafiltration, Horizontal Pressure Filter	Removes suspended and larger dissolved solids > 0.01 micrometers	2,400	1,750	\$2,500,000
Nano-filtration	Reduces hardness, silica and other smaller dissolved solids (0.001 - 0.01 micrometers)	1,750	1,300	\$2,700,000
Membrane Cleaning Skid	For cleaning Ultra- and Nano- filters	Not Applicable	Not Applicable	Included
Controls & Misc.	Control & Monitor Process	Not Applicable	Not Applicable	Included
Total Equipment Cost				\$5,200,000

Mr. LaPrise has indicated that the water treatment approach he has identified is technically feasible using equipment that is commonly available, and is capable of operating intermittently as would be needed for a peaker power plant.

cc:	CEC: James Reede, Dick Anderson Terry LaPrise – Aquatech International Corp.	Signed: J. Mondy	DO	DOCKET	
Panoch	Dockets e ROC with Aquatech – final (9-6-07)	Name: John S. Kessler	06-	AFC-5	
	, , ,	กัไไปได้วิง เพยกพยาน	DATE	SEP 0 6 2007,	
	PROOF OF SERVICE (REVISE Original mailed from Sa	CRAMENTO ON 1/20/0 7	RECD	SEP 2 0 200	

BEFORE THE ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION OF THE STATE OF CALIFORNIA

APPLICATION FOR CERTIFICATION FOR THE PANOCHE ENERGY CENTER

Docket No. 06-AFC-5 PROOF OF SERVICE (Revised 7/12/07)

<u>INSTRUCTIONS:</u> All parties shall 1) send an original signed document plus 12 copies <u>OR</u> 2) mail one original signed copy AND e-mail the document to the web address below, AND 3) all parties shall also send a printed <u>OR</u> electronic copy of the documents that <u>shall include a proof of service declaration</u> to each of the individuals on the proof of service:

CALIFORNIA ENERGY COMMISSION Attn: Docket No. 06-AFC-5 1516 Ninth Street, MS-4 Sacramento, CA 95814-5512 docket@energy.state.ca.us

APPLICANT

Gary R. Chandler
Panoche Energy Center, LLC
P.O. Box 95592
South Jordan, UT 84095-0592
grchandler@gmail.com

APPLICANT CONSULTANTS

Maggie Fitzgerald, Program Manager URS 2020 East First Street, Suite 400 Santa Ana, CA 92705 Maggie Fitzgerald@urscorp.com

COUNSEL FOR APPLICANT

Allan Thompson 21 "C" Orinda Way, No. 314 Orinda, CA 94563 allanori@comcast.net

INTERESTED AGENCIES

Larry Tobias
Ca. Independent System Operator
151 Blue Ravine Road
Folsom, CA 95630
LTobias@caiso.com

Electricity Oversight Board 770 L Street, Suite 1250 Sacramento, CA 95814 esaltmarsh@eob.ca.gov

*Domingo Morales Director of Public Works 643 Quince Street Mendota, CA 93640 dmorales@ci.mendota.ca.us Ben Gallegos
Director of Public Works
1575 Eleventh Street
Firebaugh, CA 93622
Publicworks@ci.girebaugh.ca.us

<u>INTERVENORS</u>

CURE
Gloria D. Smith
Adams Broadwell Joseph & Cardozo
601 Gateway Boulevard, Suite 1000
South San Francisco, CA 94080
qsmith@adamsbroadwell.com

CURE
Marc D. Joseph
Adams Broadwell Joseph & Cardozo
601 Gateway Boulevard, Suite 1000
South San Francisco, CA 94080
mdjoseph@adamsbroadwell.com

ENERGY COMMISSION

JEFFREY D. BYRON Presiding Member jbyron@energy.state.ca.us

JAMES D. BOYD Associate Member jboyd@energy.state.ca.us

Paul Kramer, Jr. Hearing Officer pkramer@energy.state.ca.us

James Reede Project Manager <u>ireede@energy.state.ca.us</u>

Deborah Dyer Staff Counsel ddyer@energy.state.ca.us

Public Advisers Office pao@energy.state.ca.us

DECLARATION OF SERVICE

I, <u>April Esau</u>, declare that on <u>September 17, 2007</u>, I deposited copies of the attached <u>Report of Conversation</u> in the United States mail at <u>Sacramento</u>, <u>CA</u> with first-class postage thereon fully prepaid and addressed to those identified on the Proof of Service list above.

OR

Transmission via electronic mail was consistent with the requirements of California Code of Regulations, title 20, sections 1209, 1209.5, and 1210. All electronic copies were sent to all those identified on the Proof of Service list above.

I declare under penalty of perjury that the foregoing is true and correct.

April/Esau