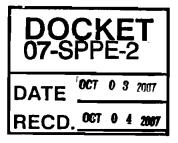
Envire

October 3, 2007

Commissioner Dian M. Grueneich California Public Utilities Commission 505 Van Ness Avenue San Francisco, CA 94102

Dear Commissioner Grueneich,



Envirepel Energy Inc. and SDG&E management have discussed the issues raised in my letter of September 23rd, 2007 and Envirepel Energy Inc. has obtained sufficient explanation to convince us that SDG&E did not act in a fraudulent manner as previously feared.

Please remove and disregard our September 23 rd letter, and thank you for your assistance.

I will make myself and my staff available to the Commission to answer any questio ns you may have.

Sincerely,

Anthony J Arand

CEO

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

ORANGE GROVE POWER
PLANT REPLACEMENT PROJECT
SMALL POWER PLANT EXEMPTION

Docket No. 07-SPPE -2

PROOF OF SERVICE

INSTRUCTIONS: All parties shall either (1) send an original signed document plus 12 copies or (2) mail one original signed copy AND e-mail the document to the address for the Docket as shown below, AND (3) all parties shall also send a printed or electronic copy of the document, which includes a proof of service declaration to each of the individuals on the proof of service list shown below:

CALIFORNIA ENERGY COMMISSION Attn: Docket No. 07-SPPE-2 1516 Ninth Street, MS-4 Sacramento, CA 95814-5512 docket@energy.state.ca.us

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DECLARATION OF SERVICE

I, <u>Dora Gomez</u>, declare that on <u>October 4, 2007</u>, I deposited copies of the attached <u>Letter from Enviropel regarding Letter sent on Sept 23 for Orange Grove Energy Project (07-SPPE-2) in the United States mail at <u>Sacramento</u>, <u>California</u> with first-class postage thereon fully prepaid and addressed to those identified on the Proof of Service list above.</u>

<u>OR</u>

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.

Dora Gomez