Memoranndum

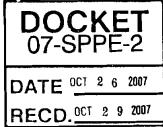
Commissioner James Boyd, Presiding Member To: Commissioner Arthur Rosenfeld, Associate Member Date : October 26, 2007

Telephone: CALNET (916) 654-4640

From

: California Energy Commission - Felicia Miller **Project Manager** 1516 Ninth Street

Sacramento CA 95814-5512



ORANGE GROVE POWER PLANT PROJECT (07-SPPE-2) STATUS REPORT 1 Subject:

Pursuant to the Committee Scheduling Order dated September 28, 2007, the following is staff's Status Report 1 for the proposed Orange Grove Power Plant Project.

Current Issues and Activities for Resolution

Staff has been working through the discovery and analysis phases of the Small Power Plant Exemption process for the proposed project. The issues for working towards resolution are summarized as follows:

Air Quality:

The supplemental information provided by the applicant for revised modeling files will need to be verified by staff to determine accuracy and to identify any mitigation required by the applicant. Additional information from the applicant is needed to clarify the data responses we received on October 9, 2007, specifically in the areas of equipment emissions, and VOC, NO2, NOx and Sox models.

Biological Resources:

The exact placement of the gas pipeline and waterline along State Route 76 needs mapping to determine any potential impacts on biological resources. The federally threatened California coastal gnatcatcher has been identified within .3 miles of the project, and the presence of a threatened species may require surveys per United States Fish and Wildlife Service/California Department of Fish and Game guidelines.

The applicant's plans (e.g., Revegetation with native plants) for mitigating for the loss of native habitat may include Revegetation, landscaping, and erosion control activities.

Cooling Water:

The applicant has informed staff that an alternate source of cooling water is being negotiated and should be in place by mid-November. Applicant was notified of the requirement of an SPPE supplement, if they propose a different source of cooling water.

> PROOF OF SERVICE (REVISED ____ ORIGINAL MAILED FROM SACRAMENTO ON

Commissioner James Boyd, Presiding Member Commissioner Arthur Rosenfeld, Associate Member October 26, 2007 Page 2

Cultural Resources:

Staff is reviewing the results of the applicant's pedestrian survey of the site, and may need some clarification of the survey findings.

Schedule

The schedule could be affected if the applicant is successful in their attempts to negotiate an alternative cooling water source, which would result in a supplement to the project application. A supplement could extent the review process, as staff would need additional time to analyze the information and possibly issue an additional round of data requests. The applicant has indicated negotiations should be final by mid-November.

cc: Docket (07-SPPE-2)
Proof of Service List

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

APPLICANT

Stephen Thome
J-Power USA Development
1900 East Golf Road, Suite 1030
Schaumberg, IL 60173
sthome@jpowerusa.com

Mike Dubois J-Power USA Development 1900 East Golf Road, Suite 1030 Schaumberg, IL 60173 mdubois@jpowerusa.com

APPLICANT CONSULTANT

Uday Singh, Vice President TRC 21 Technology Drive Irvine, CA 92619 usingh@trcsolutions.com

Joe Stenger, PG. REA
TRC
2666 Rodman Drive
Los Osos CA 93402
jstenger@trcsolutions.com

Charles, Diep, PE, CPP TRC 21 Technology Drive Irvine, CA 92619 cdiep@trcsolutions.com cdiep@Roadrunner.com

COUNSEL FOR APPLICANT

Jane Luckhardt
Downey Brand, LLP
555 Capitol Mall, 10th Floor
Sacramento, CA 95814
jluckhardt@downeybrand.com

Wayne Song Morgan, Lewis & Bockius LLP 300 S Grand Avenue, 22nd Floor Los Angeles, CA 90071 wsong@morganlewis.com

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

Steve Taylor San Diego Gas & Electric 8306 Century Park Court San Diego, CA 92123 srtaylor@semprautilities.com

INTERVENORS

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

ENERGY COMMISSION

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

ARTHUR ROSENFELD Associate Member pflint@energy.state.ca.us

Kenneth Celli Hearing Officer kcelli@energy.state.ca.us

Felicia Miller
Project Manager
fmiller@energy.state.ca.us

Jared Babula Staff Counsel jbabula@energy.state.ca.us

Public Adviser's Office pao@energy.state.ca.us

DECLARATION OF SERVICE

I, <u>Dora Gomez</u>, declare that on <u>October 29, 2007</u>, I deposited copies of the attached <u>Orange Grove Power Plant Project (07-SPPE-2) Status Report 1</u> 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>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 -