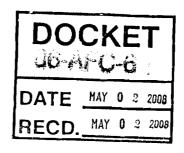
CALIFORNIA ENERGY COMMISSION

JEFFREY D. BYRON, COMMISSIONER 1516 NINTH STREET, MS-32 SACRAMENTO, CA 95814-5512 Telephone (916) 654-3992 Telefax (916) 653-3478

May 2, 2008





Greg Hewitt
Vice President, Development and Engineering
Tierra Energy, LLC
710 S. Pearl Street, Suite A
Denver, CO 80209

Re:

Eastshore Energy Center AFC Schedule

Docket No. 06-AFC-6

Dear Mr. Hewitt:

As the presiding member of the Eastshore AFC Committee, I am responding to your April 26, 2008, letter concerning the schedule for publishing the Presiding Member's Proposed Decision (PMPD) for the project. I appreciate the importance of a timely decision to Tierra Energy, and I assure you that a judicious decision has been my goal as well. However, I will not allow the desire for an expedited decision to compromise a thorough and transparent decision-making process. I do not agree with your characterization that the delays have been "unexplained," "habitual," or "punitive." The schedule for each power plant siting case has been determined historically on a case-by-case basis. The schedule for this application has been primarily driven by the complexity of the issues and the number of parties involved.

To ensure a fair and thorough deliberative process, it has been necessary for the Committee to carefully consider all of the evidence, including the testimony and voluminous documents submitted by the parties. The issues presented during the hearings have been complex and aggressively litigated by the five intervenors in this case, and the case has also been subject to significant input from the Federal Aviation Administration (FAA). The schedule has also been affected by the sheer volume of evidentiary testimony. There are more than 160 documents on the Exhibit List for review by the Committee in the preparation of the PMPD. In addition, public participation in this process has been extensive and vigorous. The Commission's application process encourages public involvement and I have accommodated residents of the Hayward community by scheduling several public comment sessions during this proceeding. In addition, the Commission has received over 1,500 written comments regarding the project.

As you know, there have been some personnel changes at the Energy Commission, which have also affected the schedule. To avoid prolonging the case even further, I elected to not replace key personnel and instead retained our original hearing officer under a contract arrangement to finish the case. However, the major reasons for an extended schedule in this case have been

Greg Hewitt Tierra Energy, LLC May 2, 2008 Page 2

my efforts to provide a thorough and complete public forum and to ensure a fair and legally supportable decision that fully carries out the Commission's legal duties based upon the evidentiary record presented to the Committee.

Your timely responses to the Energy Commission Staff's data requests and other information requests from responsible agencies in this matter have been commendable. I appreciate your cooperation in working with Commission staff to facilitate the necessary reviews required by applicable federal, state, and local laws and regulations. I will reach a decision as quickly as possible, given all the requirements of the law.

Sincerely,

IEFFRE∳ D. BYRON

Commissioner and Presiding Member

Eastshore AFC Committee

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

APPLICATION FOR CERTIFICATION
FOR THE EASTSHORE ENERGY CENTER
IN CITY OF HAYWARD
BY TIERRA ENERGY

Docket No. 06-AFC-6

PROOF OF SERVICE (Revised 4/21/2008)

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. 06-AFC-6 1516 Ninth Street, MS-4 Sacramento, CA 95814-5512 docket@energy.state.ca.us

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DECLARATION OF SERVICE

I, <u>Maggie Read</u>, declare that on <u>May 2, 2008</u>, I deposited copies of the attached <u>letter to Mr. Greg Hewitt</u>, <u>Vice President of Development and Engineering for Tierra Energy</u>, <u>LLC</u> in the United States mail at Sacramento, CA, 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 the 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.

/s/	
MAGGIE READ	