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June 25, 2008

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DOCKET

File No. 039610-0001

VIA FEDEX

CALIFORNIA ENERGY COMMISSION Attn: Docket No. 07-AFC-1 1516 Ninth Street, MS-4 Sacramento, California 95814-5512

Re: Victorville 2 Hybrid Power Project: Docket No. 07-AFC-1

Dear Sir/Madam:

Pursuant to California Code of Regulations, title 20, sections 1209, 1209.5, and 1210, enclosed herewith for filing please find Applicant's Proposed Modifications to PMPD.

Please note that the enclosed submittal was filed today via electronic mail to your attention and to all parties on the CEC's current electronic proof of service list.

Very truly yours,

Paul E. Kihm Senior Paralegal

Enclosure

cc: CEC 07-AFC-1 Proof of Service List (w/encl. via e-mail)

Michael J. Carroll, Esq. (w/encl.)

Michael J. Carroll LATHAM & WATKINS LLP 650 Town Center Drive, Suite 2000 Costa Mesa, CA 92626 (714) 540-1235

STATE OF CALIFORNIA ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION

In the Matter of:) Docket No. 07-AFC-1
Application for Certification, for the VICTORVILLE 2 HYBRID POWER PROJECT by The City of Victorville	PROPOSED MODIFICATIONS TO PMPD))))

LAND-2, BIO-10 and BIO-12

During the Committee Conference and Evidentiary Hearing held on June 17, 2008, the Committee directed applicant and staff to develop revised language for Conditions LAND-2, BIO-10 and BIO-12 based on discussions held during the Conference and Hearing. The following proposed revisions have been developed jointly by applicant and staff for incorporation into the final decision.

LAND-2: The Condition and Verification should be replaced with the following:

LAND-2: The project owner shall adjust the boundaries of all parcels or portions of parcels that constitute the Victorville 2 project site as necessary to create a single parcel, under single ownership, within the City of Victorville jurisdiction, in accordance with provisions and procedures set forth in the City of Victorville's Municipal Code, Title 17 (Subdivision Ordinance).

<u>Verification</u>: At least 30 days prior to construction of the Victorville 2 project, the project owner shall submit evidence to the CPM indicating site control for all parcels that comprise the Victorville 2 project site. Upon obtaining legal ownership of all parcels that comprise the Victorville 2 project site, the project owner shall commence an action to create a single parcel of all such parcels. Within 10 days of the completion of the creation of a single parcel of all parcels that comprise the Victorville 2 project site, the project owner shall provide evidence of the creation of a single parcel to the CPM.

BIO-10: The Verification should be revised as follows:

<u>Verification</u>: At least 60 days prior to start of any project-related ground disturbance activities, the project owner shall provide the CPM with the final version of the BRMIMP, which includes nesting bird survey results and any necessary impact avoidance measures. All modifications to the approved BRMIMP must be made only after review and approval by the CPM in consultation with CDFG and USFWS.

BIO-12: The third sentence of paragraph 14 should be revised as follows:

All translocated animals found during a dawn to dusk search will be monitored <u>monthly to include for at least 18 months</u> two consecutive spring seasons, after which transmitters will be removed.

Cultural Resources Section

The parties also agreed to provide replacement language for the statement at PMPD page 231, paragraph 1, concerning the historic transmission line. The replacement language, which was developed jointly by applicant and staff, is as follows:

"While the original line will be located within the same right-of-way, aApproximately 10 miles of the original route of the this-line would-will be used as Segment 3 of the project transmission line."

DATED: June 25, 2008 Respectfully submitted,

Michael J. Carroll

of LATHAM & WATKINS LLP

STATE OF CALIFORNIA ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION

In the Matter of:) Docket No. 07-AFC-1
Application for Certification,) ELECTRONIC PROOF OF SERVICE
for the VICTORVILLE 2 HYBRID POWER PROJECT) LIST
by the City of Victorville) (revised May 30, 2008)

Transmission via electronic mail and by depositing one original signed document with FedEx overnight mail delivery service at Costa Mesa, California with delivery fees thereon fully prepaid and addressed to the following:

DOCKET UNIT

CALIFORNIA ENERGY COMMISSION

Attn: DOCKET NO. 07-AFC-1 1516 Ninth Street, MS-4 Sacramento, California 95814-5512 docket@energy.state.ca.us

Transmission via electronic mail addressed to the following:

APPLICANT

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VICTORVILLE II HYBRID POWER PROJECT CEC Docket No. 07-AFC-1

Sara Head

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INTERESTED AGENCIES

Electricity Oversight Board

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VICTORVILLE II HYBRID POWER PROJECT CEC Docket No. 07-AFC-1

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Transmission via U.S. Mail addressed to the following:

INTERESTED AGENCIES

CA Independent System Operator 151 Blue Ravine Road Folsom, CA 95630

DECLARATION OF SERVICE

I, Paul Kihm, declare that on June 25, 2008, I deposited a copy of the attached:

PROPOSED MODIFICATIONS TO PMPD

with FedEx overnight mail delivery service at Costa Mesa, California with delivery fees thereon fully prepaid and addressed to the California Energy Commission. I further declare that 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. Executed on June 25, 2008, at Costa Mesa, California.

Paul Kihm