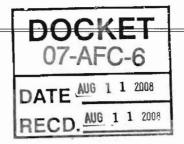
CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET
STATE OF CALIFORNIA – THE RESOURCES AGENCY
www.energy.ca.gov



ARNOLD SCHWARZENEGGER, Governor



NOTICE OF RECEIPT OF SUPPLEMENT INFORMATION FOR THE CARLSBAD ENERGY CENTER PROJECT (07-AFC-6)

On August 1, 2008, the California Energy Commission received a Supplement to the Carlsbad Energy Center Project (CECP), Application for Certification (AFC). The Supplement describes several changes to the proposed project, including switching the facility's water source (from Title 22 reclaimed water from the Encina Waste Water Authority) by constructing a new on-site desalination system, separate and apart from the Poseidon Facility that will be built adjacent to the CECP. The AFC and the AFC Supplement are available for public review through a number of means detailed below.

Background

On September 14, 2007, Carlsbad Energy Center, LLC, (applicant) submitted an AFC to the Energy Commission to develop a thermal power plant at the existing Encina Power Station in the city of Carlsbad, California. The proposed project, a nominal 540 MW combined-cycle generating facility would be built at the existing Encina Power Station (EPS) on 23-acres where three unused fuel oil tanks currently reside. This tank farm would be demolished and removed, and the soil upon which the tanks currently reside would be remediated, as appropriate. The EPS has been in operation and periodically expanded since the early 1950s. The CECP would connect to the adjacent existing San Diego Gas & Electric (SDG&E) Encina 138-kilovolt (kV) Substation and to a proposed new SDG&E Encina East 230-kV Substation via an onsite transmission interconnection comprised of an overhead line and underground cable to the proposed new 230-kV substation. Natural gas would be provided through a new 1,100 foot-long interconnection to an existing Southern California Gas Company high pressure natural gas line located adjacent to the CECP site.

Energy Commission's Facility Certification Process

The CECP is under the Energy Commission's jurisdiction. The Energy Commission is responsible for reviewing and ultimately approving or denying all applications to construct and operate thermal electric power plants, 50 MW and greater, in California. The Energy Commission's facility certification process carefully examines public health and safety, environmental impacts, and engineering aspects of proposed power plants and all related facilities, such as electric transmission lines and natural gas and water pipelines. The Energy Commission is the lead agency under the California Environmental Quality Act (CEQA), but it produces several environmental and decision documents rather than an Environmental Impact Report.

Energy Commission staff is currently preparing a Preliminary Staff Assessment (PSA) on the proposed project, which we anticipate publishing in September. After a public

comment period and public workshop on the PSA, staff will release its Final Staff Assessment (FSA), which will serve as testimony in evidentiary hearings. A committee of two Commissioners will conduct hearings based on this testimony and then prepare a proposed decision for review and comment and then final consideration by the entire five-member Energy Commission. The Energy Commission will issue notices for these workshops, hearings and all public meetings at least 10 days prior to the event.

Public Participation

If you desire information on participating in the Energy Commission's review of the proposed project, please contact Elena Miller, the Energy Commission's Public Adviser at (916) 654-4489 or toll free in California, at (800) 822-6228. Technical or project schedule questions should be directed to Mike Monasmith, Energy Commission Project Manager, at (916) 654-4894 or by email at mmonasmi@energy.state.ca.us. The status of the proposed project, copies of notices and other relevant documents (including the AFC and the AFC Supplement) are available on the Energy Commission's web site at: http://www.energy.ca.gov/sitingcases/carlsbad.

This notice of receipt has been mailed to all parties that requested placement on the mailing list during the pre-filing period and to property owners located within 1000 feet of the proposed project site, or 500 feet of any linear facilities. By being on the mailing list, you will receive notices of all project-related activities and notices of when documents related to the proposed project's evaluation are available for review. If you want your name removed from the mailing list, please contact Mineka Foggie, Project Secretary, at (916) 653-1608, or by email at: mfoggie@energy.state.ca.us.

Availability of the AFC Documents

Paper Copies of the AFC and AFC Supplement are available for public review and inspection at the following libraries in San Diego County:

GEORGINIA COLE LIBRARY 1250 CARLSBAD VILLAGE DRIVE CARLSBAD, CA 92008-1949

OCEANSIDE PUBLIC LIBRARY 330 NORTH COAST HIGHWAY OCEANSIDE, CA 92054-2824

CARLSBAD CITY LIBRARY 1775 DOVE LANE CARLSBAD, CA 90211-4048 Date: 8-11-08

Copies are also available at the Energy Commission's Library in Sacramento, the California State Library in Sacramento, and at public libraries in Eureka, San Francisco, Fresno, Los Angeles, and San Diego. In addition to these available documents, copies have also been distributed to local, state and federal public agencies that would normally have jurisdiction over the review of this proposal except for the Energy Commission's exclusive authority to certify these sites and related facilities.

Sincerely,

Circlarget

Eric Knight, Manager Siting and Docket Office