



BEFORE THE ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION OF THE STATE OF CALIFORNIA 1516 NINTH STREET, SACRAMENTO, CA 95814 1-800-822-6228 – www.energy.ca.gov

APPLICATION FOR CERTIFICATION FOR THE EASTSHORE ENERGY CENTER IN HAYWARD BY TIERRA ENERGY DOCKET NO. 06-AFC-6 (AFC ACCEPTED 11/8/06)

ORDER No. 08-1008-10

COMMISSION ADOPTION ORDER

This Commission Order adopts the Commission Decision on the Eastshore Energy Center, which we decline to certify because the proposed project results in public health and safety impacts in violation of the California Environmental Quality Act (CEQA) and is inconsistent with applicable local laws, ordinances, regulations and standards (LORS).

By this Order, we incorporate as the Commission Decision the following documents: the Revised Presiding Member's Proposed Decision, the Committee Errata, and all the exhibits referenced in those documents. The Commission Decision is based upon the evidentiary record of these proceedings and considers the comments received at the October 8, 2008, business meeting. The text of the Commission Decision contains a summary of these proceedings, the evidence presented, and the rationale for the findings reached.

This Order adopts by reference the text, Conditions of Certification, Compliance Verifications, and Appendices contained in the Commission Decision. It also adopts specific findings contained in the Commission Decision which explain why we decline to override the project's nonconformance with CEQA and applicable LORS.

FINDINGS

The Commission hereby adopts the following findings in addition to those contained in the Commission Decision:

1. The Eastshore Energy Center does not comply with CEQA or applicable LORS, the noncompliances cannot be mitigated, corrected or eliminated, and the evidence of record does not establish that the proposed project is needed for public convenience and necessity. Therefore, consistent with Public Resources Code section 25523, the proposed project cannot be certified at the proposed site on Clawiter Road in Hayward, California.

- 2. This Commission Decision contains a discussion of the public benefits attributed to the proposed project as required by Public Resources Code section 25523(h).
- 3. The proposed project's benefits do not outweigh its public health and safety impacts and, therefore, we decline to override the project's CEQA violations and LORS inconsistencies as provided in Public Resources Code section 25525.
- 4. The evidentiary record establishes that there are no feasible alternatives to the project, which would reduce or eliminate any significant environmental impacts of the project.
- 5. The evidentiary record does not establish the existence of any environmentally superior alternative site.
- 6. If this Commission Decision to deny certification should be reversed or modified, the project owner would be required to implement the Conditions of Certification identified in the accompanying text.
- 7. The proceedings leading to this Decision have been conducted in conformity with the applicable provisions of Commission regulations governing the consideration of an Application for Certification and thereby meet the requirements of Public Resources Code sections 21000 et seq. and 25500 et seq.

ORDER

Therefore, the Commission **Orders** the following:

- 1. The Application for Certification of the Eastshore Energy Center, as described in this Decision is hereby DENIED.
- 2. The denial of the Application for Certification means that the project owner shall not be subject to the Conditions of Certification and Compliance Verifications enumerated in the accompanying text and Appendices, unless this Decision is reversed or modified. As a result, the project owner is prohibited from commencing ground disturbance, site preparation, or any construction activities related to developing the Eastshore Energy Center on Clawiter Road in Hayward California.
- 3. This Decision denying certification is adopted, issued, effective, and final on October 8, 2008.
- 4. Reconsideration of this Decision is governed by Public Resources Code, section 25530.

- 5. Judicial review of this Decision is governed by Public Resources Code, section 25531.
- 6. The Executive Director of the Commission shall transmit a copy of this Decision and appropriate accompanying documents as provided by Public Resources Code section 25537 and California Code of Regulations, title 20, section 1768.
- 7. We order that the Application for Certification docket file for these proceedings be closed effective October 8, 2008, with the exception that the docket file shall remain open for 30 additional days solely to receive material related to a petition for reconsideration of the Decision.

Dated: October 8, 2008, at Sacramento, California.

JACKALYNE PFANNENSTIEL

Chairman

-Absent -

JAMES D. BOYD

Vice Chair

ARTHUR H. ROSENFELD

Commissioner

JEFFREY D. BYRON

Commissioner

KAREN DOUGLA

Commissioner

CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET SACRAMENTO, CA 95814-5512 www.energy.ca.gov



NOTICE OF AVAILABILITY OF THE **COMMISSION DECISION**

ON THE

EASTSHORE ENERGY CENTER

CEC DOCKET NO. 06-AFC-06

The Commission adopted the Revised Presiding Member's Proposed Decision and Errata as submitted for the Eastshore Energy Center at a regularly scheduled Business Meeting held on October 8, 2008. Copies of the Commission Decision are available from:

> Commission Publications Unit, 1516 9th Street, MS-13, Sacramento, California 95814 Telephone: (916) 654-5200

Refer to Publication No. CEC-800-2008-004-CMF

The Decision will also be available on the Commission Web Site as follows:

<www.energy.ca.gov/sitingcases/eastshore>

Mailed to: 7071, 7072, 7073



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

1516 NINTH STREET, SACRAMENTO, CA 95814 1-800-822-6228 – WWW.ENERGY.CA.GOV

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

Docket No. 06-AFC-6

PROOF OF SERVICE (Revised 9/11/2008)

<u>INSTRUCTIONS:</u> All parties shall either (1) send an original signed document plus 12 copies <u>or</u> (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 <u>or</u> electronic copy of the document, <u>which includes a proof of service</u> <u>declaration</u> 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-15 Sacramento, CA 95814-5512 docket@energy.state.ca.us

APPLICANT

Greg Trewitt, Vice President Tierra Energy 710 S. Pearl Street, Suite A Denver, CO 80209 greg.trewitt@tierraenergy.com

APPLICANT'S CONSULTANTS

David A. Stein, PE Vice President CH2M HILL 155 Grand Avenue, Suite 1000 Oakland, CA 94612 dstein@ch2m.com Jennifer Scholl
Senior Program Manager
CH2M HILL
610 Anacapa Street, Suite B5
Santa Barbara, CA 93101
jscholl@ch2m.com

Harry Rubin, Executive Vice President RAMCO Generating Two 1769 Orvietto Drive Roseville, CA 95661 hmrenergy@msn.com

COUNSEL FOR APPLICANT

Jane Luckhardt, Esq.
Downey Brand Law Firm
555 Capitol Mall, 10th Floor
Sacramento, CA 95814
iluckhardt@downeybrand.com

INTERESTED AGENCIES

California ISO P.O. Box 639014 Folsom, CA 95763-9014 e-recipient@caiso.com

INTERVENORS

Greg Jones, City Manager
Maureen Conneely, City Attorney
City of Hayward
777 B Street
Hayward, California 94541
greg.jones@hayward-ca.gov
michael.sweeney@hayward-ca.gov
maureen.conneely@hayward-ca.gov
david.rizk@hayward-ca.gov

Pillsbury Winthrop Shaw Pittman LLP.
Att: Diana Graves, Esq
Att: Michael Hindus, Esq
Att: Todd Smith
50 Fremont Street
San Francisco, CA 94120
diana.graves@pillsburylaw.com
michael.hindus@pillsburylaw.com
ronald.vanbuskirk@pillsburylaw.com
todd.smith@pillsburylaw.com

Paul N. Haavik 25087 Eden Avenue Hayward, CA 94545 lindampaulh@msn.com

*Chris Bazar, Director
Alameda County Development
Agency
Att: Cindy Horvath
224 West Winton Ave., Rm 111
Hayward CA 94544
chris.bazar@acgov.org
cindy.horvath@acgov.org

Charlotte Lofft & Susan Sperling Chabot College Faculty Association 25555 Hesperian Way Hayward, CA 94545 clofft@chabotcollege.edu ssperling@chabotcollege.edu

Law Office of Jewell J. Hargleroad Jewell J. Hargleroad, Esq 1090 B Street, No. 104 Hayward, CA 94541 jewellhargleroad@mac.com

Jay White, Nancy Van Huffel, Wulf Bieschke, & Suzanne Barba San Lorenzo Village Homes Assn. 377 Paseo Grande San Lorenzo, CA 94580 jwhite747@comcast.net slzvha@aol.com wulf@vs-comm.com suzbarba@comcast.net

Richard Winnie, Esq.
Alameda County Counsel
Att: Andrew Massey, Esq.
Lindsey G. Stern, Esq.
Brian Washington
1221 Oak Street, Rm 463
Oakland, CA 94612
richard.winnie@acgov.org
andrew.massey@acgov.org
Lindsey.stern@acgov.org
Brian.Washington@acgov.org

Libert Cassidy Whitmore
Att: Laura Schulkind, Esq.
Att: Arlin B. Kachalia, Esq.
153 Townsend Street, Suite 520
San Francisco, CA 94107
Ischulkind@lcwlegal.com
akachalia@lcwlegal.com

Robert Sarvey 501 W. Grantline Rd Tracy, CA, 95376 Sarveybob@aol.com

ENERGY COMMISSION

Jeffrey D. Byron Commissioner and Presiding Member jbyron@energy.state.ca.us

Susan Gefter, Hearing Officer sgefter@energy.state.ca.us

Eric Knight, Project Manager eknight@energy.state.ca.us

Caryn Holmes, Staff Counsel cholmes@energy.state.ca.us

Public Adviser publicadviser@energy.state.ca.us

DECLARATION OF SERVICE

I, RoseMary Avalos, declare that on October 17, 2008, I deposited copies of the attached Final Commission Decision and Notice of Availability of the Commission Decision on the Eastshore Energy Center, 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.

3oseMary Ava

Attachments