

Colusa Generating Station Project 915 Highland Pointe Drive Suite 130 Roseville, CA 95678

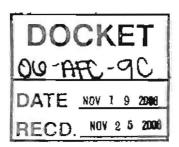
November 19, 2008

Mr. Chris Davis California Energy Commission 1516 Ninth Street, MS 2000 Sacramento, CA 95814-5512

Subject: Colusa Generating Station (06-AFC-09)

Dear Mr. Davis:

CGS08-008



As discussed during our conference call on November 7, 2008, Pacific Gas and Electric Company (PG&E) would like approval to proceed with the following activities on the Colusa Generating Station project while the California Energy Commission (CEC) Staff continues to review and process Amendment 1 which PG&E filed with the CEC on August 14, 2008. Approval of the following activities will allow PG&E's contractor, Gemma Power Systems, to continue work at this time without delays and allow them to continue to take full advantage of the current dry weather conditions on site.

- Installation of all foundations, underground piping, and electrical duct bank work associated with moving the administrative and water treatment building, consolidation of the Motor Control Centers (MCC) into one building and relocation of the building between the combustion turbine trains.
- Erection of the structural steel framework of the aforementioned buildings.
- Installation of Access Road 20 feet north on the northern side of the project road, and an additional onsite road on the west side of the water treatment building.
- Installation of all foundations, underground piping, and electrical duct bank work associated with the installation of the second electric driven fire water pump.
- Installation of all foundation, underground piping, and electrical duck bank work associated with the relocation of the gas metering station to the north side of the project site.
- Installation of all foundations, underground piping, and electrical duck bank work associated with the installation of the natural gas water bath heating system.
- Installation of all foundations, underground piping, and electrical duck bank work associated with the installation of a wet surface air cooler.

Mr. Chris Davis Page 2 November 17, 2008

At no time will any equipment awaiting approval in the amendment be installed or constructed at these specified areas until approval of the amendment. Thank you for your assistance in this matter, and feel free to contact me with any questions or concerns.

Sincerely,

Tom Miller

Project Manager

TM/cp

CC: Jon Maring/PGE Senior Director Andrea Grenier/ Grenier & Associates Jerry Salamy/CH2M Hilll Scott Gilati/ Gilati & Blek Pat Krum/ Gemma

File # 3.11,3.1