Memorandum

Vice Chair James D. Boyd, Presiding Member
Julia Levin, Associate Member

Date : May 4, 2009 Telephone (916) 654-4640

From : California Energy Commission – 1516 Ninth Street Sacramento CA 95814-5512

Felicia Miller i | (0) Project Managé

subject: San Gabriel Generating Station (07-AFC-2) STATUS REPORT 5

Pursuant to the Committee Scheduling Order dated July 12, 2007, the following is staff's Status Report 5 for the proposed San Gabriel Generating Station (SGGS).

Preliminary Staff Assessment (PSA)

Felicia Miller met with technical staff in January to discuss the possibility of publishing a PSA. All PSA sections are complete, with the exception of the Air Quality section, which needs additional language to address recent green house gas regulations and the Preliminary Determination of Compliance (PDOC) from SCAQMD that is no longer current. It was determined that because the project is unable to secure the necessary offset credits with SCAQMD, no PSA would be filed at this time.

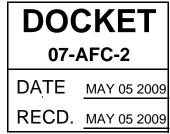
Project Manager Transition

On April 2, 2009, the project was reassigned from Ivor Benci-Woodward to Felicia Miller as Project Manager.

South Coast Air Quality Management District (SCAQMD) Permitting Issue

A Superior Court ruling was issued in July 2008, resulting in SCAQMD's Priority Reserve Program no longer being available as a source of air emission offset credits for power plants under our review process. SCAQMD sent letters in February 2009 to each power plant applicant proposing use of Priority Reserve Credits asking for information on their current plans for obtaining sufficient offsets.

Following phone contact with the applicant during the first week of May, staff will be sending a letter Reliant Energy and its subsidiary, San Gabriel Power Generation, LLC asking them to provide information within 30 days on how they intend to move forward in the Commission's licensing process.



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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 SAN GABRIEL GENERATING STATION

Docket No. 07-AFC-2

PROOF OF SERVICE (Revised 4/27/2009)

APPLICANT

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DECLARATION OF SERVICE

I, <u>Teraja` Golston</u>, declare that on <u>May 5, 2009</u>, I served and filed copies of the attached <u>San Gabriel (07-AFC-2) CEC's Status Report # 5</u>. The original document, filed with the Docket Unit, is accompanied by a copy of the most recent Proof of Service list, located on the web page for this project at:

<u>http://www.energy.ca.gov/sitingcases/sangabriel/index.html</u>] the document has been sent to both the other parties in this proceeding (as shown on the Proof of Service list) and to the Commission's Docket Unit, in the following manner:

(Check all that Apply)

For service to all other parties:

<u>X</u> sent electronically to all email addresses on the Proof of Service list;

<u>X</u> by personal delivery or by depositing in the United States mail at <u>y</u> with first-class postage thereon fully prepaid and addressed as provided on the Proof of Service list above to those addresses **NOT** marked "email preferred."

AND

For filing with the Energy Commission:

<u>X</u> sending an original paper copy and one electronic copy, mailed and emailed respectively, to the address below (preferred method);

OR

____depositing in the mail an original and 12 paper copies, as follows:

CALIFORNIA ENERGY COMMISSION

Attn: Docket No. 07-AFC-2 1516 Ninth Street, MS-4 Sacramento, CA 95814-5512

docket@energy.state.ca.us

I declare under penalty of perjury that the foregoing is true and correct.

<u>Original Signature in Dockets</u> Teraja`Goslton