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DOCKET

07-AFC-2

DATE June 02 2009

RECD. June 02 2009

June 2, 2009

California Energy Commission Docket Unit, MS-4 1516 Ninth Street Sacramento, CA 95814-5512

Re: SAN GABRIEL GENERATING STATION REQUEST FOR PROJECT SUSPENSION DOCKET NO. 07-AFC-2

Enclosed for filing with the California Energy Commission is the original copy of the **SAN GABRIEL GENERATING STATION REQUEST FOR PROJECT SUSPENSION**, for RRI Energy's San Gabriel Generating Station project (07-AFC-2).

Sincerely,

Scott A. Galati

Counsel to RRI Energy

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STATE OF CALIFORNIA

Energy Resources Conservation and Development Commission

In the Matter of:

Application for Certification for the San Gabriel Generating Station

DOCKET NO. 07-AFC-2

SAN GABRIEL GENERATING STATION REQUEST FOR PROJECT SUSPENSION

Pursuant to section 1716.5 of the California Energy Commission Siting Regulations, applicant RRI Energy¹, hereby submits this motion requesting a six (6) month suspension of the San Gabriel Generation Station (SGGS) 07-AFC-2. RRI Energy has been developing the SGGS to supply electricity within Southern California. The SGGS is located adjacent to the existing Etiwanda Generating Station within the South Air Quality Management District (SCAQMD).

As the Commission is aware, emission reduction credits are scarce within the South Coast air basin. The SGGS was planning to utilize the SCAQMD Priority Reserve Bank to satisfy its offset obligations. Since the rule authorizing use of Priority Reserve Credits has been withdrawn as a result of litigation, SGGS's permitting effort has essentially been at a standstill. At this time, there are some legislative and legal efforts underway that may allow the use of Priority Reserve emission reduction credits, however there is currently no means to predict if or to what extent these efforts will be successful.

RRI Energy continues to believe that southern California needs the generation the SGGS would provide and that development of the SGGS on the proposed site remains feasible. RRI Energy requests the Commission suspend the project

¹ On May 2, 2009 Reliant Energy, Inc changed its name to RRI Energy, Inc. The action was solely a name change and the ownership and operation of all subsidiaries remains unchanged.

for a period of six (6) months. If the emission reduction credits issue described above reaches a successful resolution, RRI Energy may elect to file to reinstate the AFC proceeding from suspension.

Should RRI Energy elect not to proceed after the six month period, it will either withdraw the AFC or provide an update warranting further suspension.

Dated: June 2, 2009

Respectfully submitted,

Scott A. Galati

Counsel to RRI Energy



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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^{*} Indicates change

DECLARATION OF SERVICE

I, Ashley Y Garner, declare that on June 2, 2009, I served and filed copies of the attached SAN GABRIEL GENERATING STATION REQUEST FOR PROJECT SUSPENSION dated June 2, 2009. 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: [www.energy.ca.gov/sitingcases/lodi]. 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:
X sent electronically to all email addresses on the Proof of Service list;
X by personal delivery or by depositing in the United States mail at 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:
X sending an original paper copy and one electronic copy, mailed and emailed respectively, to the address below (<i>preferred method</i>);
OR
depositing in the mail an original and 12 paper copies, as follows: CALIFORNIA ENERGY COMMISSION Attn: Docket No. 08-AFC-10 1516 Ninth Street, MS-4 Sacramento, CA 95814-5512 docket@energy.state.ca.us
Gockettoenergy.State.Ca.us

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