CALIFORNIA ENERGY COMMISSION

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



June 9, 2009

Notice of Availability and Notice of a Public Workshop Related to the

Preliminary Staff Assessment for the Proposed

GWF Tracy Combined Cycle Power Plant (08-AFC-7)

The California Energy Commission (Energy Commission) staff filed a Preliminary Staff Assessment (PSA) for the proposed GWF Tracy Combined Cycle Power Plant (GWF Tracy). Additionally, Energy Commission staff will conduct a workshop on this PSA. All interested agencies and members of the public are invited to review the PSA and participate in the workshop. The workshop will be held:

Tuesday, June 23, 2009 Starting at 10:00am

City of Tracy, City Hall Council Chambers 333 Civic Center Plaza, Tracy, California 95376 (Wheelchair Accessible) (Map Attached) DOCKET 08-AFC-7

DATE JUN 09 2009

RECD. JUN 09 2009

To participate in the meeting by telephone,
Please call: (800) 857-9848 (toll-free in the U.S. and Canada)
Enter passcode: 55963

The purpose of this PSA workshop is to receive comments on staff's analysis from the applicant, public, intervenors in the proceeding, and local, state and federal agencies. Public comments on the PSA are welcome and encouraged to be submitted in writing by July 10, 2009, to Alan Solomon, Project Manager. Comments will be used to revise the PSA and complete the Final Staff Assessment which will become staff's testimony in evidentiary hearings.

TO: MEMBERS OF THE PUBLIC

This notice is to inform you of the availability of the Preliminary Staff Assessment (PSA) for the GWF Tracy Combined Cycle Power Plant (GWF Tracy) Application for Certification (08-AFC-7). The PSA was published on June 9, 2009. The PSA contains the California Energy Commission staff's preliminary engineering, environmental, and public safety evaluation of the proposed GWF Tracy project. Currently, there are three technical areas (Air Quality, Biological Resources, and Traffic and Transportation) which

are currently undetermined with respect to mitigation of potential impacts and/or for conformance with applicable laws, ordinances, regulations, and standards (LORS). Otherwise, staff believes that as currently proposed, including the applicant's and the staff's proposed mitigation measures and the staff's proposed conditions of certification, the GWF Tracy project would comply with all applicable LORS. For a detailed review of potentially significant impacts and the related mitigation measures, please refer to each chapter of the PSA.

Purpose of the Workshop

This notice is also to inform you that Energy Commission staff will hold a workshop to discuss the PSA. This public notice is to further encourage public participation, as it relates to the proposed GWF Tracy project and the Energy Commission's permitting process. The workshop will provide an opportunity for agencies, the public and other interested parties to present questions and comments on the PSA. All interested agencies and members of the public are invited to participate. The workshop will be held on Tuesday, June 23, 2009 starting at 10:00 a.m. in the City of Tracy, City Hall Council Chambers, 333 Civic Center Plaza, Tracy, California 95376. Based on the workshop dialogue, written comments received regarding the PSA, and additional information that will be gathered, the Energy Commission staff will revise the PSA, where appropriate, and issue a Final Staff Assessment (FSA).

The California Energy Commission encourages public participation in the review of the Application for Certification (08-AFC-7). The public comment period for this PSA is from June 9, 2009 through July 10, 2009. Written comments on the PSA should be provided to Alan Solomon, Project Manager, no later than 5:00 p.m., July 10, 2009, at the address on this letterhead or by email to asolomon@energy.state.ca.us.

Following a public comment period on the PSA, the PSA will be superseded by staff's FSA which will serve as staff's formal testimony in evidentiary hearings to be held by the Energy Commission Committee assigned to hear this case. The Committee will hold evidentiary hearings and will consider the recommendations presented by staff, applicant, interveners, government agencies, and the public prior to proposing its decision. In the last step, the full Energy Commission will issue the final decision.

Background

On July 18, 2008, the California Energy Commission received an Application for Certification (AFC) from GWF Energy, LLC for the GWF Tracy Combined Cycle Power Plant (GWF Tracy). GWF Energy, LLC proposes to modify the existing Tracy Peaker Plant (TPP) (01-AFC-16), a nominal 169-megawatt (MW) simple-cycle power plant by converting the facility into a combined-cycle power plant with a new nominal generating capacity of 314 MW. On September 5, 2008, GWF Energy, LLC provided a supplement to the AFC to satisfy the Energy Commission's informational requirements. On September 10, 2008, the Energy Commission accepted the AFC with the supplemental information as complete, beginning staff's analysis of the project.

GWF Energy, LLC's objectives are to convert the TPP to a combined cycle plant in order to address the future electricity needs of California, construct and operate an electrical generating facility on an existing brown-field site, and provide additional electrical capacity in the San Joaquin County and City of Tracy area. The proposed project would utilize existing TPP infrastructure to reduce environmental impacts and costs, and enhance the reliability of the state's electrical system by providing power generation near the centers of electrical demand.

Project Description

The proposed project site consists of 16.38 acres within a 40-acre parcel in San Joaquin County, and is located within an industrial and agricultural area which includes the existing TPP. The property is bounded by the Delta-Mendota Canal to the southwest, agricultural property to the south, and east, and the Union Pacific Railroad to the north. The San Joaquin County General Plan designates the proposed project site as General Agriculture and the County Zoning Designation is G-40, which allows electrical generation.

The project would include the addition of two heat recovery steam generators, a steam turbine generator, an auxiliary boiler, an air-cooled dry condenser unit, and a 115-kilovolt (kV) electrical switchyard. The proposed project would use existing TPP infrastructure, including the existing natural gas pipeline, water supply pipeline, and electric transmission line. Three short segments of the PG&E's 115 kV transmission system (totaling approximately 3 miles) would require reconductoring (upgraded wires to accommodate the added generating capacity). The reconductoring segments would be a 0.7 mile long transmission line adjacent to the proposed project site, and two segments, approximately 1.6 miles and 0.7 mile long, respectively, near the intersection of Interstate 5 and Interstate 205, near the PG&E Kasson Substation. Process water would be supplied via the existing TPP pipeline from the Delta-Mendota Canal by the Byron Bethany Irrigation District.

If approved, project construction would begin in the fall of 2011, with commercial operation commencing in 2013.

Energy Commission Licensing Authority

The Energy Commission is responsible for reviewing and ultimately approving or denying all applications for construction and operation of thermal electric power plants, 50 MW and greater, proposed for construction 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), and produces several environmental and decision documents rather than an Environmental Impact Report.

Public Resources, Contact Information and Additional Sources for Information If you desire information on how to participate 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, or by email at: publicadviser@energy.state.ca.us.

To request special accommodations for those persons with disabilities, please contact Lourdes Quiroz, the Energy Commission's Equal Employment Opportunity Officer at lquiroz@energy.state.ca.us or by telephone at (916) 654-5146. For those persons with limited English knowledge, request interpreter services by contacting the Project Manager, Alan Solomon, at (916) 653-8236. Requests for interpreter services must be made by Thursday, June 18.

The status of the project, an electronic copy of the PSA, copies of notices, and other relevant documents are also available on the Energy Commission's web site at: http://www.energy.ca.gov/sitingcases/tracyexpansion/index.html. You can also subscribe to receive email notification of all notices at http://www.energy.ca.gov/listservers.

News media inquiries should be directed to Assistant Director, Susanne Garfield, at (916) 654-4989, or by email at: mediaoffice@energy.state.ca.us.

Availability of the AFC and PSA Documents

Copies of the AFC and PSA are available for public inspection at the following libraries in San Joaquin County:

Tracy Branch Library 20 E. Eaton Avenue Tracy, CA 95376-3100

2370 E. Main Street Stockton, CA 95205-6558

Margaret K. Troke Branch Library 4950 Pacific Ave, Suite 445 (in Weberstown Mall) Stockton, CA 95207 Weston Ranch Branch Library 1453 W. French Camp Road Stockton, CA 95206

Fair Oaks Branch Library

Cesar Chavez Central Library 605 N. El Dorado Street Stockton, CA 95202-1907

Maya Angelou Southeast Branch Library 2324 Pock Lane Stockton, CA 95205-7821

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, copies will be distributed to those public agencies that would normally have jurisdiction except for the Energy Commission's exclusive authority to certify sites and related facilities.

If you would like a paper copy or CD of the PSA, please fill out the enclosed form and mail it to California Energy Commission or contact April Albright, Project Secretary, at (916) 653-1640, or by email at aesau@energy.state.ca.us.

Sincerely,	
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Date: 6/9/09 Original signed by

TERRENCE O'BRIEN, Deputy Director Siting, Transmission and Environmental Protection Division

Enclosure: Request for copy of GWF Tracy PSA Mailed to lists: 7312 – General, 7313 - Property Owners

Please send me a paper copy / CD (circle one) of the California Energy Commission staff's Preliminary Staff Assessment for the Proposed GWF Tracy Combined Cycle Power Plant (08-AFC-7)

Name:	
Address:	
City/State/Zip:	
	FOLD HERE
	California Energy Commission Attention: April Albright 1516 Ninth Street, MS-15 Sacramento, CA 95814-5512

FOLD HERE

Staple or Tape closed.

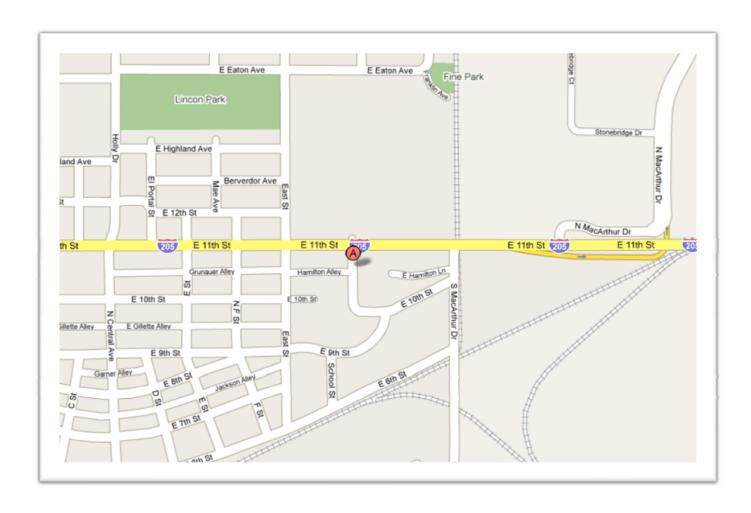
PRELIMINARY STAFF ASSESSMENT PUBLIC WORKSHOP FOR THE PROPOSED GWF TRACY COMBINED CYCLE POWER PLANT (08-AFC-7)

WORKSHOP DATE AND TIME

Tuesday, June 23, 2009 Starting at 10:00am

WORKSHOP VENUE

City of Tracy, City Hall Council Chambers 333 Civic Center Plaza, Tracy, California 95376 (Wheelchair Accessible)





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 GWF TRACY COMBINED CYCLE POWER PLANT PROJECT

Docket No. 08-AFC-7 PROOF OF SERVICE

(Revised 2/25/2009)

APPLICANT

Doug Wheeler, Vice President GWF Energy, LLC 4300 Railroad Avenue Pittsburg, CA 94565 dwheeler@gwfpower.com

APPLICANT'S CONSULTANTS

Jerry Salamy, Consultant Senior Project Manager, CH2M HILL 2485 Natomas Park Drive Sacramento, CA 95833 Jerry.Salamy@CH2M.com

David A. Stein, P.E. Vice President, Industrial Systems CH2M HILL 155 Grand Avenue, Suite 1000 Oakland, CA 94512 dstein@ch2m.com

COUNSEL FOR APPLICANT

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INTERESTED AGENCIES

California ISO e-recipient@caiso.com

INTERVENORS

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Mr. Robert Sarvey 501 W. Grantline Road Tracy, California 95376 sarveybob@aol.com

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DECLARATION OF SERVICE

I, <u>April Albright</u>, declare that on <u>June 9, 2009</u>, I served and filed copies of the attached <u>Notice of Availability and Notice of Public Workshop to Agency Distribution List; Notice of Availability and Notice of Public Workshop to Members of the Public; and <u>Document Handling for the Preliminary Staff Assessment</u>, <u>dated June 9, 2009</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/tracyexpansion/index.html]. 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 so	ervice to all other parties:
√	sent electronically to all email addresses on the Proof of Service list;
✓	by personal delivery or by depositing in the United States mail at <u>Sacramento</u> , California 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 fi	ling with the Energy Commission:
✓	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. 08-AFC-7 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.