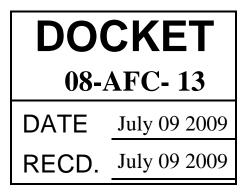


July 9, 2009



Mr. Christopher Meyer Project Manager Attn: Docket No. 08-AFC-13 California Energy Commission 1516 Ninth Street Sacramento, CA 95814-5512

RE: SES Solar One June 22nd Solar One Site Visit/Informational Hearing and Scoping Meeting Transcript

Dear Mr. Meyer,

Tessera Solar hereby submits the transcript from the June 22nd Solar One Site Visit/Informational Hearing and Scoping Meeting.

I certify under penalty of perjury that the foregoing is true, correct, and complete to the best of my knowledge.

Sincerely,

Camille Champion

Camille Champion Project Manager

INFORMATIONAL HEARING, SITE VISIT AND SCOPING MEETING

)
STIRLING ENERGY SYSTEMS)
TESSERA SOLAR)
CALICO - SOLAR ONE POWER)
PROJECT (08-AFC-13))
	_)

REPORTER'S TRANSCRIPT OF PROCEEDINGS

LOCATION:	Barstow City College
	Performing Arts Center
	2700 Barstow Road
	Barstow, CA

DATE	AND	TIME:	Моз	nday,	June	22,	2009
			11	a.m.	to 3	:49	p.m.

REPORTED BY:

JUDITH W. GILLESPIE, CSR, RPR

(No. 3710)

JOB NO. 68281JG

1		
1	APPEAR	ANCES
2		
3	FOR THE CALIFORNIA ENERGY CO	MMISSION:
4	COMMISSIONER JAMES BOYD COMMISSIONER JEFFREY BYRON	
5	PAUL A. KRAMER, JR.	CEC, HEARING ADVISOR
б	KRISTY CHEW KELLY BIRKINSHAW CHRISTOPHER MEYER	CEC, BYRON ADVISOR CEC, BOYD ADVISOR
7	CHRISTOPHER MEYER LOREEN MCMAHON	CEC, PROJECT MANAGER, CEQA CEC, ASSOC. PUB. ADVISOR
8	CARYN HOLMES	CEC, LEGAL COUNSEL
9	FOR THE BUREAU OF LAND MANAG	EMENT:
_		BLM, CDD DISTRICT MANAGER BLM, CDD RENEWABLE ENERGY PROGRAM MANAGER
11	FOR THE APPLICANT TESSERA SO	LAR/URS CORPORATION.
12		
13 14		TESSERA PROJECT MANAGER TESSERA VP for DEVELOPMENT TESSERA SR. DIRECTOR TESSERA LICENSING COUNSEL URS, ASST. AFC MGR.
15		URS, CONSULTANT
16	FOR THE COUNTY OF SAN BERNAR	DINO:
17		PLANNING COMMISSIONER
18	SOUA VANG JIMMY COLLAZO	ECONOMIC DEVELOPMENT AGENC ECONOMIC DEVELOPMENT AGENC
19	FOR THE MOJAVE WATER AGENCY:	
20	KIRBY BRILL	GENERAL MANAGER
21	FOR THE INTERVENOR CURE:	
22	LOULENA A. MILES	LEGAL COUNSEL
23	SCOTT CASHEN	BIOLOGIST
24		
25		
		CUMENT MANAGEMENT, INC2

Г

1	INDEX	
2	ITEM	PAGE
3	Introduction and Field Trip (Kramer)	4
4	Welcome and Panel Introductions (Boyd/Kramer)	4
5 6	Preliminary Instructions (Kramer)	8
0	Public Advisor's Presentation (McMahon)	15
, 8	Applicant's Presentation (Champion)	21
9	CEC/BLM Presentation (Meyer/Miller)	27
10	CURE Presentation (Miles/Cashen)	46
11	Public Agency Comments	52
12	Public Comments	56
13	Commissioners' Comments	78
14	Adjournment	80
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT,	INC. —

1 Barstow, CA Monday, June 22, 2009 2 P-R-O-C-E-E-D-I-N-G-S 3 4 5 MR. KRAMER: Good morning. I'm the 6 7 hearing officer. We will introduce the rest of the 8 committee after we come back from the site visit. So 9 if you want to make your way out to the two buses that 10 you probably saw as you came in, we will load on the 11 buses and go on the site visit and then come back here 12 for the informational hearing. 13 I made the time frames a little tight, I 14 realize, so we may not get back right at 1 o'clock 15 when I said the informational hearing will start. So 16 don't worry, you won't miss anything. You are free to 17 grab lunch if you want and eat it on the bus. So we 18 are hoping we get back by 1:00. 19 (Site visit from 11:29 a.m. to 2 p.m.) 20 COMMISSIONER BOYD: Good afternoon. 21 Welcome to this notice of information -- or Informational Hearing and Public Site Visit and Bureau 22 23 of Land Management Scoping Meeting. I'm Jim Boyd, Commissioner of the California Energy Commission. 24 I'm 25 the presiding commissioner for this case. -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	The goata to my left is dommissioner
1	Two seats to my left is Commissioner
2	Jeffery Byron, who is the associate member of the
3	Energy Commission's Siting Committee. As you will
4	learn from some of the presentations today, we have
5	committees of two of the five commissioners for siting
6	cases. To Commissioner Byron's left is his advisor,
7	Kristy Chew, and my advisor, Kelly Birkinshaw.
8	Sitting between us is Mr. Paul Kramer, who is the
9	Energy Commission Hearing Officer, who will be hearing
10	officer for this case. So you will hear a lot from
11	him and only questions, probably, from Commissioners
12	most of the time.
13	But I wanted to welcome you to this event.
14	Also joining us up here at the table are several folks
15	from the Bureau of Land Management. You will hear
16	more from them, and there will be some introductions
17	of them.
18	This is my second probably the third or
19	fourth unique siting case siting hearing process
20	for the Energy Commission and its new partners, the
21	Bureau of Land Management in this new arena of dealing
22	with renewable energy projects in the desert regions
23	of this state of California where the land is managed
24	heavily and rather exclusively by the Bureau of Land
25	Management. We each have our processes and we signed
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 5

1 an MOU and we are working in cooperation with each 2 other. So thus, a bigger group of people, more players and more people involved in the siting 3 4 process. I think with that, you had the public site 5 б visit. This is the opening of the Informational 7 Hearing and Scoping Meeting. And with that, I'm going to turn it over to Mr. Kramer, who as I said you are 8 9 going to hear most from during this process. Are you 10 ready? 11 MR. KRAMER: I am, but we need my slides 12 up there. 13 If you go to the third page, I will begin 14 with introduction of the parties and others with us 15 today, starting with the applicant. 16 MS. CHAMPION: I'm Camille Champion, 17 project manager for Terresa Solar. 18 MS. LYTLE: Corinne Lytle, Assistant AFC 19 Project Manager, URS Corporation. 20 MS. BELLOWS: Felicia Bellows, vice 21 president of development at Tessera Solar. 22 MR. MAGDYCH: Phil Magdych with URS 23 Corporation, consultant for Tessera. 24 MR. THOMPSON: Allan Thompson, licensing 25 counsel to the project. 6 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC.-

MR. KOSTOK: Ken Kostok, director of 1 2 engineering and construction for Tessera Solar. 3 MR. KRAMER: And Energy Commission staff. 4 I'm Christopher Meyer. 5 MR. MEYER: I'm б going to be the project manager for the Energy Commission on the CEQA side of the process. 7 8 MR. KRAMER: We have one intervenor 9 that's been approved so far in the case that's here. Their representative is over there. Please introduce 10 11 yourself. 12 MS. MILES: My name is Loulina Miles. I'm here on behalf of California Unions for Reliable 13 14 Energy, and this is our biologist, Scott Cashen. The next is Bureau of Land 15 MR. KRAMER: 16 Management. 17 MR. BORCHARD: I'm Steve Borchard. I'm the district manager for the California Desert 18 19 District. 20 MR. MILLER: I'm Greg Miller. I'm the 21 renewable energy program manager for the California Desert District. 22 23 MR. KRAMER: Do we have any 24 representatives with the local agencies, the City or 25 the County or other State agencies that wish to GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. --

identify themselves? 1 Sir? 2 MR. BLEWETT: Russell Blewett, Planning 3 Commissioner for First District, San Bernardino 4 County. Sandra Fisher, County of 5 MS. FISHER: б San Bernardino, Events Planning. 7 MR. COLLAZO: Jimmy Collazo with County of San Bernardino Economic Development Agency. 8 9 MR. KRAMER: Could you spell your last name for the court reporter? 10 11 MR. COLLAZO: C-o-l-l-a-z-o. 12 MR. KRAMER: And your colleague? 13 MS. VANG: Soua Vang, V-a-n-g. 14 MR. KRAMER: Anyone else? 15 MR. BRILL: Kirby Brill with the Mojave 16 Water Agency. MR. KRAMER: Could you spell your last 17 18 name for us? 19 MR. BRILL: B-r-i-l-l. 20 MR. KRAMER: Anyone else? Thank you. 21 Then we also have a representative from our Public Advisor's Office. 22 23 MS. McMAHON: I'm Loreen McMahon. 24 MR. KRAMER: She will be speaking in a 25 little while. 8 -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	A few reminders: Unlike our normal
2	proceedings which are recorded, this one is being
3	reported by the court reporter. So I would normally
4	tell you that you have to come to one of the
5	microphones so your voice gets on the tape. I don't
6	have to do that because as long as she can hear you
7	and I will ask her to speak up if she cannot hear
8	you you will be on the transcript.
9	But if you want to make sure your last name
10	is spelled correctly in the transcript, please spell
11	that for her so she can get that correct.
12	We also have these blue cards that we would
13	like we don't require you to fill them out, but if
14	you would, if you wish to speak during the public
15	comment portion of the hearing, it helps us organize.
16	And if you would fill one out, give it to Ms. McMahon
17	and she will give it to us to use. If you have a
18	particular topic, if you would write that down on the
19	card.
20	I mentioned earlier some handouts were
21	available in the corner. They are probably all
22	exhausted by this point, but there may be a couple
23	more. If you see a handout that your neighbor has and
24	you really like it and want to get a copy of it, let
25	one of us know after the hearing, and we will see that
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 9

you get one.

2	We have a lot of acronyms in this process
3	and what I call an acronym suit. So I will briefly go
4	through these. These are basically here in the order
5	that you are going to see them in this proceeding.
6	The applicant filed an Application For
7	Certification (AFC) some time ago. The next document
8	will probably be the Preliminary Determination of
9	Compliance (PDC), and that's a report from the Air
10	Quality Management District about whether the project
11	complies with their laws and perhaps suggested
12	conditions that will be applied to it.
13	Then Commission staff will prepare a
14	Preliminary Staff Assessment (PSA), which in this
15	particular case will also be well, it always is the
16	Environmental Impact Report that the Commission uses.
17	If you sit around waiting for an Environmental Impact
18	Report, a document that says EIR on the cover, the
19	whole process will be over and everyone will have gone
20	home. And you still won't see one because we use our
21	Preliminary and Final Staff Analyses (FSA) as
22	substitutes for an Environmental Impact Report (EIR).
23	After that, the Preliminary Report, you
24	will see a Final Determination from the Air District,
25	followed by a Final Staff Assessment.
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC10

1 Then we go to hearings before this 2 Committee. And the Committee issues a Presiding Member's Proposed Decision (PMPD), that's a 3 4 recommended decision to the full Energy Commission 5 that they may choose to adopt or not at a subsequent б hearing. 7 In those documents you will see something called LORS mentioned quite frequently. I'm sure the 8 9 staff will use that term at least once today. That's meant to encompass all the laws, ordinances, 10 11 regulations and other standards that apply to the 12 project by virtue of some law or other regulation. 13 CEQA is the California Environmental 14 Quality Act. That's the law that specifies how 15 environmental analyses are conducted for projects such 16 as this. Its federal equivalent is the National 17 Environmental Policy Act, which is involved in this case because Bureau of Land Management is also issuing 18 19 the project permit. 20 Next slide. Today's agenda is, first, the 21 public advisor will tell us how the public can 22 participate in this process. Then the applicant will 23 provide more information about the proposed project. The Commission and Bureau of Land Management staffs 24 25 will describe their role in the process and how the

GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1 permitting process works.

2	The parties will discuss scheduling and
3	other items that were raised in an Issue
4	Identification Report that the staff filed roughly ten
5	days ago. And we will have a presentation or comments
6	from CURE as an intervenor, and then presentations
7	from other local agencies, if they have any to make.
8	Finally, we will take public comments and
9	questions. And this is also a scoping meeting, both
10	under CEQA and under NEPA. So what we are especially
11	interested in hearing from the public are your areas
12	of concern, what you are concerned about the project,
13	questions that you have about it so that they can be
14	taken into account as the staff prepare its
15	Preliminary and Final Staff Assessments and the Bureau
16	of Land Management prepares their analysis for their
17	permitting process.
18	Then finally we will discuss a few
19	housekeeping items and we will adjourn.
20	Next slide.
21	One legal rule I need you tell you about is
22	what we call the "ex parte rule," and I believe that's
23	"one-sided" is what it translates to. The essence of
24	it is that the Commission's decision must by law be
25	based solely on the evidence that's presented at our
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. — 12

<pre>1 evidentiary hearing. And in order to have a fair 2 process, that information needs to be available to all 3 the participants, all the parties, the staffs, and the 4 public so that they know what the committee has heard. 5 So all discussions on next slide, please with 6 committee members or their advisors need to be about a 7 substantive matter. And that would be something to</pre>
3 the participants, all the parties, the staffs, and the 4 public so that they know what the committee has heard. 5 So all discussions on next slide, please with 6 committee members or their advisors need to be about a
4 public so that they know what the committee has heard. 5 So all discussions on next slide, please with 6 committee members or their advisors need to be about a
5 So all discussions on next slide, please with 6 committee members or their advisors need to be about a
6 committee members or their advisors need to be about a
7 substantive matter. And that would be something to
5
8 the effect of I'm for or against the project for a
9 particular reason. That has to be in a public meeting
10 such as this meeting today or communicated in writing,
11 say, in the form of a letter or e-mail to be shared
12 with all the other parties.
13 It is okay, though, to have an ex parte
14 discussion about procedural matters. For instance, if
15 you wanted to talk to me about when the next hearing
16 is going to be or what is the deadline for comments,
17 that sort of thing. That's perfectly allowable.
18 Finally, as resources, if you want to keep
19 track of this case, you can get a lot of paper. Or if
20 you want to avoid busting your recycling bin, you can
21 look at most of this stuff on the Internet, including
22 the original application and documents that will be
23 filed as the case progresses.
24 The Internet page address is on the screen
25 there. And you can also sign up for a list serve, an
GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC13

1	e-mail list, that will notify you when new documents
2	are posted on the Web site. And you also receive
3	notifications of hearings such as this one or staff
4	workshops, because another point I should make is the
5	staff will, between now and the evidentiary hearings
6	when you next see the committee, they will be
7	conducting various workshops where only the staffs and
8	the applicant and the other parties will be present,
9	not the committee. And you will receive notice of
10	those, as well.
11	That's where the meat and potatoes of the
12	discussion of the issues and the ways that potential
13	impacts could be mitigated and questions of that
14	nature are quite often resolved. So you will want to
15	keep an eye on that if you are interested in the
16	progress of this case.
17	And my final slide gives you a list of
18	contacts, including the public advisor, myself, and
19	Mr. Meyer, the staff project manager. So you can talk
20	to the public advisor for advice about how to
21	participate in this process, for me about procedural
22	questions, and Mr. Meyer about technical questions
23	about the project.
24	Next on the agenda is the presentation from
25	the public advisor.
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ——14

COMMISSIONER BOYD: Can I make one comment, Mr. Kramer? Let's go back to the ex parte rule we referenced.

I want you to understand that the Siting 4 Committee process has now commenced. 5 It is a б quasi-judicial process. We sit here not in black 7 robes, but it is very judicial. The ex parte rule applies to all people, including the staff of the 8 9 Energy Commission. We can no longer talk to our own staff except in a public setting like this or in a 10 document that they filed with the Committee that goes 11 12 into the docket, just like everyone else: The applicant and the intervenors or our friends at the 13 14 Bureau of Land Management or the public.

Just so you understand, we predicate our decision on what's in the record, not hearsay, not our own feelings, not past comments, but what is developed in the record that transpires over the next -hopefully only a year, but they tend to run longer, that process involved in permitting power plants. So with that understanding, please.

MS. McMAHON: Welcome again. As they stated, my name is Loreen McMahon. I'm the associate public advisor. Our job in the Public Advisors Office is strictly to work with the public and make sure you <u>GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC.</u>15

1	know the avenues and methods of communicating through
2	the process and getting the information.
3	We make the recommendations on the best way
4	that you can be involved. As I go through this, you
5	will find out that there are different types of
6	involvement, formal and informal involvement.
7	And in the back, I have these brochures.
8	And they give a thumbnail sketch of what the Public
9	Advisor's Office can do to help you be involved and
10	how to get resources and how to contact me if you want
11	further information. I also have my business cards
12	and I also have this presentation. So I have my
13	telephone in a lot of places so I can be reached.
14	At the Commission, there are lots of places
15	to get information. The specific Web site, every
16	project that goes through the Commission has its own
17	Web site for the project. So once you get into the
18	Energy Commission site, you go into the siting cases
19	and then you go into this particular project, which is
20	Solar One.
21	Docket is where all the information that
22	comes to us goes, and there is public access to the
23	records as well. That's where you both send
24	information and receive information. And then we have
25	the list servers. And the list server is also project
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC16

specific, so you will want to sign up specifically for
 the Solar One project.

And then there is also the library in 3 4 Sacramento that has all of the -- at the Energy Commission that has all of the documents. 5 In your б communities you can also access the documents. You 7 don't have to be in Sacramento. The AFC, copies of this large binder here were sent to your local 8 9 libraries that are listed. And of course, also, because it's on-line, you can access it from those 10 libraries or from our Web site. 11

We have done a lot of the outreach. 12 Next. Our office does the outreach independently of the 13 14 applicant and independent of the project manager and 15 the Energy Commission staff. We primarily try to outreach into the community the organizations that can 16 17 help us post notices. We make a notice and we send it out to the Council members, the schools, some of the 18 19 other libraries that aren't on there and community 20 organizations and ask them to post it or notify their 21 membership so we can get as much outreach out there 22 without actually sending it to specific individuals. 23 The people that are within a certain distance of the project site will get them. 24 And I 25 will get to that in a minute. The rest of the Public 17

-GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ----

Advisors' outreach consists of, we put paid 1 2 advertisements in local papers and we put it in Spanish as well. We want to make sure we can reach as 3 4 much of the community as we can. We do a survey through the census, which we know is old, to determine 5 what language needs might be in the community, and б 7 that's how we determine which other languages might be helpful. 8

9 We also post the notice of this hearing on 10 public service-type sites. Your local Chamber of 11 Commerce and your local cities were contacted and 12 volunteered to put the information up, as did the 13 <u>Energy Current</u>, which is an on-line paper. And then 14 we contacted local TV and radio, local stations.

15 And then if you want to continue to get 16 information past this meeting where we actually do 17 this outreach, it's incumbent upon you to let us know you want further information. And the way you do that 18 19 is to be aware of when the meetings are, sign up on 20 this -- I have my sign-up sheet as opposed to the applicant's sign-in sheet out there. And I can put 21 22 you on a mailing list to receive paper copies of the 23 notices, or you can receive electronic copies by signing up on the list serve. 24

1 either box or you can go on-line and sign up yourself. 2 You don't have to do this at all, just if you want our 3 assistance in doing that.

We do have special accommodations for 4 disabilities at all of our meeting, and this is our 5 contact person if you need that. And we really б 7 encourage the public to participate in all the meetings that we are having. You have the best 8 9 knowledge of the issues that are in your community, the best knowledge of the issues that are going to 10 11 effect you, so your input is really important to our 12 process. So we really want to make that clear that we really do want you involved. 13

14 So how do you make your voice heard? 15 First, come to meetings and you can speak, fill out 16 the blue cards. Typically at our meetings we use that 17 as a way to determine -- be able to read the next person rather than having hands go up. 18 It's more 19 orderly, and Paul indicated at this meeting it's not 20 necessary, but it's definitely helpful. These are the 21 blue cards. And when the public comment period 22 starts, we will pass them out and you can come get 23 them from me and return them to me, and I will take 24 them up to Paul.

1 to the Commission and make sure you put the docket 2 number on it for this project and name on it for this project. The difference in the comments is they are 3 4 considered by Commissioners, they are docketed and become part of the record, but they are not at the 5 level of evidence that Paul previously described to 6 7 you. And that's an important distinction when you want to determine how you want your voice to be heard. 8 9 So if you want to be a formal participant -- we call it a party to the case or an 10 11 intervenor -- you can contact my office. And I will 12 help you file a petition or you can go on the Web site and fill out a form and submit it. But we are in the 13 14 process of updating our Web site. Currently it's 15 there under the Public Advisor's page. If you file a 16 petition to intervene, we recommend that you do it as 17 early in the process as possible. It gives you a better opportunity to be involved at a more in-depth 18 19 level early on, and also, it avoids possibly missing 20 the deadline. There is a deadline for when you can 21 intervene. 22 So who can become an intervenor? Anybody. 23 You don't have to be an attorney to do it. Groups can do it; individuals can do it. And once we get the 24 25 petition, it goes to our committee and they review it. 20 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ----

And then they accept or reject the petition to
 intervene. And then there will be notification of
 that.

4 So if you decide to become an intervenor, you have benefits and responsibilities. You will get 5 б notices and documents of all the stuff that goes 7 through the Commission. But it isn't that you have access to more information because if you are just a 8 9 commenter, you can get that information. But you do have responsibilities that go with it as well. 10 You 11 can present evidence. You can present witnesses. Ιf 12 you present witnesses, you have to be able to have 13 them be cross-examined by others. So there is a whole 14 nuance on how that works. And that's explained on the 15 Web site, and I can talk to you about it in more 16 detail, and it's covered a little bit in here. 17 So if you have any questions for me, I will be in the back and I can be reached at my e-mail, 18 19 phone, and let me know if I can help you become 20 intervenors or make comments. 21 MR. KRAMER: Thank you. Next we will 22 hear from the applicant. 23 MS. CHAMPION: At the time we submitted applications to the agencies, the Bureau of Land 24 25 Management and CEC, we were under the company Stirling

-GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ——

1 Energy Systems. Since then we have split functions 2 into two businesses, Stirling Energy Systems and Tessera Solar. Stirling Energy Systems is responsible 3 4 for the manufacture and supplier of the solar power generating equipment, which is the new version, the 5 б Suncatcher. So they do the design and manufacturing, 7 the commissioning and the operations and the maintenance of the Suncatcher. 8 9 Tessera Solar is the developer of utility scale solar power projects in North America as well as 10 11 internationally. We will do project siting, going 12 through permitting, and seeking site control. This also includes engineering, procurement, plant 13 14 operations, and the balance of plant operations and 15 maintenance, as well. So why are we here? We are here to provide 16 17 up to 850 megawatts of renewable energy capacity a under 20-year power purchase agreement we have with 18 19 Southern California Edison. We are also going to 20 assist the State of California in meeting its goals in 21 reducing greenhouse gas emissions. We are also going 22 to develop renewable solar energy to help California 23 achieve its Renewable Portfolio Standard energy 24 requirements. And also we are going to help protect 25 the environment by providing clean, renewable solar 22 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. —

1 energy.

2	In addition to the Calico Solar One
3	project, we're also currently under permitting for
4	another project in Imperial Valley Solar Two near El
5	Centro, California. That project is a proposed 750
6	megawatt project, and the Solar One Calico project is
7	the 850 proposed project. If permitted, basically
8	these will be two the largest solar projects in
9	California.
10	So a little bit about our technology.
11	Again, it's the Suncatcher. SES is the exclusive
12	developer of the Suncatcher technology. So several
13	components consists of the pedestal here. This
14	portion of it is hydraulically vibrated into the
15	ground. The facets are mirrored facets. These are
16	the portions of the SunCatcher unit that track the sun
17	and take in the solar energy. And that solar energy
18	is then converted to the PCU unit where it converts to
19	electrical grid power. I have some additional
20	pictures that explain this further.
21	So let me show you a little clip of how the
22	Suncatcher unit works. So here you see as the sun
23	rises and the solar energy, it hits the dishes, the
24	dish concentrates or focuses the sun energy on the
25	receiver. The Stirling engine then converts that
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 23

1 thermal energy into electrical energy, and that 2 electrical energy is then pumped into the grid system 3 that eventually heats the homes.

Here is a picture of an actual Suncatcher that's in operation at our Sandia National Laboratory, which is in Albuquerque, New Mexico, and the technology has over 20 years of recorded operating history on record.

9 So a little bit about the installation and The portion that actually goes into the 10 assembly. 11 ground is the pedestal. Here is a picture of a 12 pedestal being installed at our Sandia Labs. No grading required, minimal ground disturbance, and the 13 14 total time it takes for this to be driven into the 15 grounds is approximately seven minutes total. Aqain, 16 you will see that we don't require any grading. And 17 there you have it.

From this point on the additional portions are put on to our pedestal. Here are several of the Suncatcher units that are in operation and this is fully constructed.

1	miles east of Los Angeles, California.
2	So the size of the project, again, 850
3	megawatts is what we are proposing to build through an
4	existing power purchase agreement that we have with
5	Southern Cal Edison. Project will be located on
б	approximately 8,200 acres of public land that's
7	managed by the Bureau of Land Management. Nearby
8	communities include Newberry Springs, Victorville,
9	Barstow and Ludlow.
10	As we started looking at a project site, we
11	worked with Bureau of Land Management and we worked
12	hard to select a project site to avoid minimal impacts
13	to recreation, as well as environmentally sensitive
14	areas. So the construction would be in two phases,
15	Phase 1 being 500 megawatts and Phase 2 is an optional
16	for an additional 350 megawatts. So the total
17	buildout would contain 34,000 SunCatchers, 20,000 of
18	those in Phase 1 and 14,000 for Phase 2. If all goes
19	well with the permitting, we would be scheduled to
20	initiate construction by late 2010, with commercial
21	operations starting by mid-2011. And this project
22	would interconnect to the project to the SCE Pisgah
23	station.
24	So here is a preliminary site plan. The
25	yellow, as you see in here, is the Phase 1. This
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 25

contains the 20,000 SunCatcher units, and the Phase 2, 1 2 which is the total of 350 megawatts. Along in here is the BNSF railroad. And what you didn't see within 3 4 this, there are several underground utilities, natural gas pipelines and such. And again, this is the 5 existing SCE transmission lines and the Pisgah б substation where we would connect into. 7 Here is a visual simulation showing what 8 9 the project site would look like when constructed and fully built. And this is a view looking north as you 10 11 are traveling along Interstate 40. Again, another 12 visualization. This is looking south if you were standing at Cady Mountains looking south. 13 This is 14 what the project site would look like. 15 So this is the applicant's proposed project 16 schedule. So what we did was file an Application For 17 Certification with the CEC. Several years prior to that we submitted an application for a land lease to 18 19 the Bureau of Land Management. And this past May we 20 were deemed adequate and we are here for scoping 21 meetings and meetings with other agences. 22 Our goal, again dependent upon the 23 permitting process, is to receive permitting by third guarter of 2010. And if that is successful, then we 24 25 would initiate construction by the fourth quarter of 26 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. —

1	2010. That would allow us to start producing power to
2	the grid by the second quarter of 2011 with a full
3	projected completion buildout by the fourth quarter of
4	2014 for the full 850 megawatt project.
5	Some of the project's benefits we really
6	feel strongly about are the increased revenue of tax
7	sales, construction and permanent jobs, the low water
8	use required for our technology. And as you saw in
9	the video, minimal land disturbance.
10	So I would like to thank you for your time.
11	We can answer any questions or take any comments that
12	you may have. And there is our contact information
13	for any additional questions you may have in the
14	future. Thank you.
15	MR. KRAMER: Staff Mr. Meyer. Let me
16	pass this mike down to you.
17	MR. MEYER: Good afternoon. My name is
18	Christopher Meyer. I, as I said before, am the Energy
19	Commission's project manager for this one. I'm a part
20	of half of the team on this. Jim Strobaugh will be
21	the project manager for the Bureau of Land Management
22	side on the NEPA side. And we will be working
23	together throughout this entire process. And also, we
24	have Greg Miller here from the Bureau of Land
25	Management who will be working with me on this
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC27

L

presentation to talk about specific issues with the 1 2 Bureau of Land Management. Thank you, Christopher. 3 MR. MILLER: I wanted to say that this is a public 4 scoping meeting for the Bureau of Land Management's 5 б NEPA process; and also we are going to be using the 7 NEPA commenting process with the public involvement process for Section 106 of the National Historic 8 9 Preservation Act, as well. The BLM's role is to administer public 10 lands under the Federal Land Policy and Management Act 11 12 (FLPMA). We are going to be reviewing our land use plans with the process of Land Use Plan Amendment 13 14 under the California Desert Conservation Area Plan. The idea here is for Bureau of Land Management to 15 16 issue a Right-of-Way Grant for the use of federal land 17 to Tessera Solar, and we are the lead agency for the National Environmental Policy Act and, of course, the 18 19 National Historic Preservation Act. 20 MR. MEYER: The Energy Commission -- our 21 jurisdiction is over thermal power plants over 50 22 megawatts, and related facilities. When we are 23 talking about thermal power plants as related to solar, it's basically where you have a photovoltaic 24 25 where it's taking the sun's energy directly to 28 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

electricity, not a solar/thermal, so it would not be 1 2 under the Energy Commission's jurisdiction. But in the case of the Stirling project, it's converting 3 4 solar energy into heat, which will move the pistons within the Stirling engine. That's being a thermal 5 б power plant under the jurisdiction of the Energy Commission. 7 We also look at the transmission lines, 8 9 substations, all of the different infrastructure, if they need to bring water into the site, anything else 10 related to the operation of the site as far as 11 12 linears. And as Paul explained earlier, we are the 13 CEQA lead agency. But as he said, the process that we 14 qo through is the CEQA equivalent process, so you may 15 not see all of the exact terminology. 16 One of the things that we make a very 17 strong point in the Energy Commission on is to work 18 with all of the agencies, as the Bureau of Land 19 Management does as well, since we are working on a 20 joint process here. We have very close coordination 21 between the Bureau of Land Management and Energy 22 Commission. And both of our agencies will be working

closely with other state, other federal and local agencies to make sure that all of their concerns are 24 25 met.

23

GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC.-

And basically, this slide just gives you a 1 2 little overview of the licensing process. The Data Adequacy portion has already been met. In that stage 3 4 what the Energy Commission and Bureau of Land Management will be doing is looking to make sure that 5 б the application that's come in needs to meet the 7 Energy Commission's minimum requirements, just to be considered a complete application. So we look to see 8 9 if they have all the basic information for us to start doing a more in-depth analysis. Once they have met 10 those requirements of minimum information, they are 11 12 found data adequate, which starts our clock. 13 Then we move onto the discovery phase where 14 we start getting really into the nitty-gritty of the 15 project to find out what information we need 16 clarification on, where we need more information, 17 where the information that they presented raised questions where we want to get more information, 18 19 clarification, and details. 20 And that you will see in formal data 21 requests that will go out from the Bureau of Land 22 Management and Energy Commission staff. We have 23 already filed those and you will find those on our Web site. And we give the applicant 30 days to look at 24 25 those and give us responses back to keep the process

GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1 going. And when we receive those, then we will have 2 workshops on them.

And that's one of the other issues here. 3 4 We issue an Identification Report. During that initial review of the project, we start making a list 5 of things that we think could be potential issues on б 7 the project, concerns that our staff has, that the Bureau of Land Management staff has on the process. 8 9 And the Energy Commission back on June 12th put out a report that talked about different issues. And I will 10 get into that a little later. 11

12 And then once staff gets done with that discovery phase, we will put out our preliminary 13 document. 14 There will be a comment period on that and 15 we will put out a final document, which will be a 16 joint document between the agencies. And then we turn 17 it over to the Siting Committee, and they take it through the remainder of the evidentiary hearings. 18 19 And they will have a Proposed Decision, and then that 20 Proposed Decision will go in front of the full 21 Commission. 22 So this gives you a little bit of an idea 23

of the events that we will go through that I talked about and the people that are involved. The pre-filing, of course, has happened already when the GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC.

1	petition was accepted. And it just goes down. So
2	this is something in the future that gives you a
3	chance to look at that. Those of you who didn't get a
4	copy of this, this presentation will be put on our Web
5	site and refer back to it through the entire process.
6	So I gave you a little bit of an idea of
7	this, the discovery and analysis process. But as the
8	slide points out, this is the laws, ordinances,
9	regulations and standards where each of our technical
10	staff through multiple disciplines looks at the
11	regulations, laws, ordinances, standards of each area
12	and determines where there were potential issues,
13	pitfalls, or how the project either conformed or
14	doesn't conform.
15	And really, meetings like this will go out
16	throughout the process. This is a formal hearing.
17	Staff, Bureau of Land Management and Energy Commission
18	staff will be holding workshops either on specific
19	issues or following the publication of documents to
20	give the public a chance to hear what the Bureau of
21	Land Management, Energy Commission staff and the
22	applicant's staff are talking back and forth on.
23	As Commissioner Boyd talked about with the
24	ex parte rule, we do not have substantive
25	conversations between our staff and their staff
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC32

1 outside the public arena. So if we have serious 2 issues we need to work out, we will send out a public notice and the public will have a chance, just like 3 4 this, to sit and listen to the questions going back and forth and have a period at the end to comment and 5 б ask questions.

7 So basically, as we talked about, we will put out a preliminary and final document. That will 8 9 be joint between the Bureau of Land Management and the Energy Commission, and those will basically, you know, 10 be recommendations to the committee. 11

12 And then, as I said, we turn it over to the committee and the committee will conduct all the 13 14 hearings. And that will be the deciding committee you see here with the hearing officer, Paul Kramer. 15 And 16 what they will be putting together is a Presiding 17 Member's Proposed Decision, which will take our draft document and look at the evidence and put together a 18 19 document that will go through and give weight to all 20 the evidence and make findings on the different departmental impacts, compliance. It will do 21 recommendation of conditions of certification, where 22 23 if you may not be familiar with our process, it would -- these would be mitigation measures that would 24 25 lessen the environmental impacts that may be

GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1 identified through the process.

2	And part of that will be recommendations to
3	the full committee on whether or not the project
4	should go forward. And then that would take it to the
5	full Commission to make a decision on the process,
б	either approve or deny. And if the project were to be
7	approved, then it would be up to both, in this case
8	the Energy Commission and Bureau of Land Management,
9	to make sure that both the construction and operation
10	of the facility would happen in accordance with all
11	the conditions that are put forward in the license.
12	MR. MILLER: The Bureau of Land
13	Management is working under two Executive Orders or
14	Secretarial Orders at this point. One is 3283 which
15	facilitates the DOI's efforts to achieve a goal of
16	approving non-hydropower renewable energy projects on
17	public lands in the tune of about minimum 10,000
18	megawatts by the year 2015.
19	And then under Secretarial Order 3285, the
20	Renewable Energy Development by Department of
21	Interior. The purpose of this order was to establish
22	development of a renewable energy priority for the
23	Department of Interior and also establish a
24	departmental Task Force For Energy and Climate Change.
25	The Bureau of Land Management Solar Energy
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 34

Development Policy and Instructional Memorandum of 1 2 2007-097 facilitates the environmental response to commercial development for solar energy projects on 3 4 public lands. The Right-of-Way applications are a high priority for BLM and are processed in a timely 5 And they are approved under Title 5 of the б manner. 7 Federal Land Management Policy Act. Rents will be established through an appraisal process for the 8 9 grants for the solar energy sites, and then you can find information on the solar energy technology at 10 those Web sites there. 11

Bureau of Land Management also processes Right-of-Way grants under Regulations 43 CFR 2800. And there is an informational tool kit available if you would like to pursue that on the Web sites there listed there. Those are the regulations that Bureau of Land Management follows for these grants.

18 The Bureau of Land Management authorized 19 officer's role in this is just as it says there, it's 20 the initial response to the request, the proposal. 21 There is preapplication meetings and screenings done, 22 and the application is then accepted or rejected, 23 depending on what is available. At this point in regard to Tessera Solar One, we are at the processing 24 25 application and the Land Use Plan Amendment. This is 35 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1 part of the formal scoping process which came out in 2 the Notice on Intent and EIS on June 5, and it will go 3 through July 7.

4 We will be preparing an EIS and Land Use Plan Amendment through our NEPA process. 5 A decision will be made on the application, whether to approve or б 7 deny the Right-of-Way grants and approve the Land Use 8 Plan Amendment. Then an authorization will be issued 9 and then administration through termination, Bureau of Land Management will be monitor that through 10 11 compliance.

12 The Bureau of Land Management's Land Use Plan and Environmental Scoping Process goes like this. 13 14 The Notice of Intent was filed. The public scoping 15 period is now between June 5 and July 7 for the Notice 16 of Intent. A preparation of a draft EIS, Land Use 17 Plan Amendment, which will give another 90-day comment period for the public to be able to comment on that 18 19 Land Use Plan and the Environmental Impact Statement. 20 The Final Impact Statement will be developed, the Notice of Availability for the FEIS 21 22 will come out, another 30-day review, and then a 23 Record of Decision and then a Notice to Proceed. 24 That's pretty much the process for the NEPA 25 process.

GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	MR. MEYER: One thing just to back up
2	real slightly. You mentioned the compliance earlier.
3	The Energy Commission has a compliance unit, and not
4	to get too far ahead of ourselves because it's too
5	early in the process to get an idea of what the
6	project is, is going to be recommended for approval or
7	not. But if it were approved, the Energy Commission
8	has a dedicated unit to oversee the construction and
9	compliance throughout the life of the project. And
10	there will be a compliance project manager, if it's
11	approved. Mary Disk (as pronounced), who is here, and
12	she would be looking at this project through
13	construction and through operations.
14	So the Energy Commission is very serious
15	about if any projects are approved, to make sure they
16	are built CEQA compliant with the license issued and
17	that they are operated in compliance with any
18	conditions. So I would like basically you have
19	already heard everyone talking about it's just
20	something I wanted to put in the package to refer you
21	back in the future with phone numbers and e-mails of
22	the principals.
23	Basically, the next slide is the exact same
24	thing with the Bureau of Land Management that gives
25	some comments. One thing to mention on the side where
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 37

l

1	it talks about the comments, the Energy Commission has
2	a dedicated unit for docketing information on the
3	projects. So we determined that if all of the
4	information and comments, whether it's on the NEPA
5	side or the CEQA side, if they all come to the Energy
б	Commission, just send them to me with a note that it's
7	on the Solar One project, and we will make sure that
8	all your comments get put into the docket log and that
9	I can distribute them.
10	And if you send comments in writing,
11	nothing gets lost in translation whether it's an
12	e-mail, whatever form. That way I can get them to all
13	the parties, the Bureau of Land Management, the
14	committee, the applicant, CURE, so that everyone knows
15	what your comments are and we can address them
16	throughout the process.
17	As I said before on the public
18	participation information, our Public Advisor's Office
19	gave you a very good overview of what is up there.
20	This just says if we are going to have a notice go out
21	there, we will give you 15 days, which is required
22	within the NEPA process, before any hearings or
23	workshops are held so that you have a chance to
24	participate.
25	And other than sort of our standard
<u> </u>	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 38

1 libraries that we put the applications throughout and 2 our documents out at state, they have been placed at local libraries here in the area for you to look at. 3 As I said before, you can make comments 4 both at workshops or send them in writing. 5 Written б comments are the easiest for us to track and make sure 7 they get addressed throughout the process. But the real value of your comments in 8 9 whatever form you give them to us, you are in many cases the experts on this local area. 10 We can assign staff that know the resources of this area. 11 But as 12 residents, as local officials, whatever format, you have information that is most beneficial to us as 13 14 early in the process as possible so we can make sure 15 that it gets addressed throughout the proceeding. So 16 any help you can provide is very welcome to our staff. 17 And as I say, the earlier the better so we don't get off on the wrong foot. 18 19 We already talked about becoming a formal 20 intervenor. And the next slide just gives you an idea of what our Web site looks like. It has lots of good 21 22 information. As I said, this presentation, issues, ID 23 report, all of that will be on this Web site for you to review or download. 24 25 Bureau of Land Management also has 39 -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

developed a Web site very similar to ours. And we have links back and forth, so I have to double-check to make sure that ours is active, but we should have a link so that if you look at our Web site, you should get a link and it will send you right to the BLM's Web site on this project as well.

7 Staff issues identification reports, and as I said, this is a very initial report. This is not 8 9 based on our staff doing a lot of analysis. It's before the discovery phase. So this is just a first-10 11 blush look at things that are very obvious issues that 12 we want to make sure that we carry throughout the process and get as much information as possible. 13 And 14 it gives you a few ideas of what we are looking for 15 there. But I just wanted to say that the report is 16 not all-encompassing of the issues that may come up on 17 the process.

To start off on this project, we have a 18 19 little bit of a list of the ones we will be talking 20 about: Biological resources, cultural resources, land 21 use, reliability, soil and water resources, visual 22 resources, cumulative effects and alternatives. 23 Cumulative impacts is basically what we're going to be looking at all of the other development that is 24 25 possible in the desert. We are really going to try to 40 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1 focus on products that are reasonable and not remote 2 and speculative. But if we think there is a high 3 probability of another project going out in the area, 4 we will look at that project and the proposed project 5 and the cumulative impacts.

Going on to biological resources, the 6 7 reason we identify this one is primarily the sheer scope of the size, the lack of development at the 8 9 site, and the known existence of federal and state protected species in the area. So our biological 10 11 staff will be working very closely with the Bureau of 12 Land Management's biological staff and the resource agencies, Fish and Game, Fish and Wildlife Service, to 13 14 make sure we identify any species here and work 15 through them to find mitigation or to fully analyze 16 the potential impacts.

17 And we will be working with those agencies to develop mitigation, so it will not be mitigation 18 19 just out of the staff. We will be working with the 20 resource agencies, the local experts on these species 21 to try to find the best way of dealing with the issues 22 if the project goes forward. And once again, the 23 cumulative impacts. We look at cumulative impacts on all the different areas, biological resources being 24 25 one of them.

GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

Cultural resources, once again we come to 1 2 the fact that it's over an 8,000 acre site. There are archaeological resources in the area that have 3 4 potential for being impacted by a site of this magnitude. So between the known sites and the 5 б potential for finding new sites, we decided it was 7 something that we really needed to focus a lot of 8 energy on.

9 Land use, once again, it's over 8,000 acres that could potentially be taken out of the public use 10 11 and put into the use for an industrial facility. And 12 that would be a potential land use impact. The 13 permanent conversion of open space to an industrial 14 use is another impact that will be very closely 15 examined.

16 The reliability -- and that aspect we are 17 looking at this -- this is a new technology we have 18 not seen a project of this nature, of this volume, as 19 they talked about before. You have the test units at 20 Sandia, but nothing as far as something where you are 21 looking at 34,000 of them working together to produce 22 power for the grid. So since it's also a mechanical 23 system, we are going to be looking very closely at the mechanical reliability of the system. 24

25 Visual is sort of an easy one: 34,000 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC.

1	SunCatchers on 8,000 plus acres. They are fairly
2	concise units, 38 feet in diameter. And for those who
3	are not familiar, visual resource management is a
4	Bureau of Land Management terminology. We will be
5	looking at the visual resource management
б	classification for the area, and BLM will take the
7	lead on that in determining what impacts this project
8	would have based on the category it's in.
9	Cumulative impacts, I talked briefly about
10	that. But both NEPA and CEQA are very clear that you
11	have to look at the impacts of the proposed project in
12	concert with anything else that is a reasonably
13	similar project in the area. You can't just sort of
14	look at a whole bunch of different projects
15	discretely. If you are developing 8,000 acres and
16	someone else is developing 5 and another person 3,
17	altogether that's going to take up a large swath and
18	you have to say that you can't look at the project in
19	a vacuum is what the cumulative impact talks about.
20	And the alternatives analysis that we will
21	be looking at on this project is looking at
22	alternative technologies, looking at alternative
23	sites, modifications of the sites. And also looking
24	at a no-project alternative. And the CEC and Bureau
25	of Land Management look at alternatives slightly
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 43

differently, and we will work that out through the 1 2 process. And the proposed schedule. It lines up 3 4 fairly closely with the applicant. This is an idealized schedule. Changes to the project, 5 б unforeseen problems could impact us. But basically 7 staff of the Energy Commission and Bureau of Land 8 Management will be working hard to sort of keep this 9 process moving along. But we will not focus on schedule to the detriment of the document. We do not 10 11 want to rush through and very quickly produce a document that is severely lacking, that's not legally 12 defensible. 13 14 So our primarily goal is to make sure that 15 all the potential impacts of the project are 16 disclosed, discussed and analyzed. And if we can do that within the schedule, that's wonderful. If it 17 takes more time to get a very complete and dependable 18 19 document, that's what we need to do. The TBD is 20 basically "to be determined." Once staff finishes 21 with our project, we turn it over to the committee, 22 and they will take it through to the end of the 23 process. 24 And you have to have caveats when you have a printed schedule. We just talked about basic things 25 44 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ----

1	that could slow it down. And some of the facts is
2	that this is such a large site. When we give a
3	traditional data request, the applicant has 30 days to
4	look at it. When we give them a data request on
5	archaeological or biological resources on 8,000 acres,
6	it's hard. They will get a whole bunch of biologists
7	and archeologists out there in 100 degree heat and
8	work them in the heat until they drop, and they still
9	may not be able to get it back in 30 days. And based
10	on the complexity of the questions we have, it could
11	take longer. That's why we say there may be delays
12	here and there.
13	So if you are expecting a data response
14	workshop right on August 6, if we discover that there
15	are more complex issues that we need to get answered,
16	that may slip a little bit. But we will make sure
17	that you are noticed 15 days in advance. So that's
18	why I say please take this schedule as a proposed
19	schedule. Don't plan your vacations around it because
20	dates may change here and there.
21	So that basically takes me to the end of my
22	presentation. I am going to make sure the Bureau of
23	Land Management doesn't have anything to add. Okay.
24	Looks like staff is done with its presentation.
25	MR. KRAMER: Thank you. Does the
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 45

1	applicant wish to comment on the schedule proposed by
2	the staff?
3	MS. CHAMPION: Not at this time.
4	MR. KRAMER: Next we will have the
5	presentation from CURE. I don't know if the cord will
6	reach all the way over there, so if you don't mind
7	using the podium.
8	MS. MILES: CURE has done just a
9	preliminary review of the AFC, and we have identified
10	some issues, particularly with respect to biological
11	impacts. We will be looking more in detail at
12	reliability, water, transmission resources, and
13	cumulative impacts and alternatives to the project
14	site.
15	And we will be submitting data requests in
16	about a week on biological resources. So in
17	particular at this point, our preliminary review has
18	found that there is not adequate information in the
19	AFC or adequate analysis on the following biological
20	impacts. For example, base line information regarding
21	the Desert Tortoise. Mitigation for the Desert
22	Tortoise. Impacts to the Burrowing Owl. Rare plant
23	survey methods and base lane data. Rare plant impact
24	assessment. Rare plant mitigation. And then impacts
25	to potential jurisdictional waters on the site.
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 46

1 Impacts to the Mojave Fringe-toed Lizard and Nelson's 2 Bighorn Sheep. Widelife corridors and cumulative impacts, as well as impacts to nesting bird species, 3 4 collision hazards for birds, wildlife mortality from evaporation ponds, and compliance generally with laws, 5 б ordinances, regulations and standards. 7 We do have an outline of our comments, of our preliminary comments, and I don't think I brought 8 9 enough comments for everyone, but they should have 10 been passed out. And please share them. And if you 11 would like to get a copy, it's going to be docketed, 12 or come up to me afterwards and I will e-mail the 13 copy. 14 Our technical consultant Scott Cashen is 15 here, and he is going to provide a summary of the 16 issues of greatest concerns, so he is not going to go 17 through everything in here. 18 MR. CASHEN: I will try to go fast. Our 19 concerns basically revolve around the lack of any sort 20 of scientific rigor that was devoted to establishing base line conditions at the site. And then 21 22 subsequently doing a valid impact analysis and 23 proposing mitigation that would actually be likely to be effective. 24 25 With respect to establishing base line 47 -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

conditions, CEC requires that the applicant conduct 1 2 surveys according to established protocols, if such protocols have been established. And they have been 3 4 established for the Desert Tortoise. The AFC savs that protocol surveys were followed. I did some 5 б calculations and just by doing the math, it appeared 7 that each biologist would have had to walk 35 8 kilometers a day during the Desert Tortoise survey. 9 And as a frame of reference, there was a study cited in the AFC from which the applicant contained a 10 11 detectability study. And in that study they averaged 12 15 kilometers a day over an eight and a half hour a day period. So if my calculations are right, they 13 14 went over two times faster than what was conducted in 15 the study that they referenced. For other tasks, 16 there simply wasn't an attempt to follow protocol. 17 They didn't follow protocol for rare plant surveys and they didn't follow protocol for Burrowing Owls. 18 19 In doing impacts -- doing a valid impact assessment is difficult if you don't have valid base 20 21 line data. And these errors tend to compound as you 22 get further down the process. So we are concerned 23 about the validity of the impact assessment in that 24 it's based on non-protocol survey data. And in 25 addition, many of the conclusions that were made just

GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

simply aren't taken scientifically valid. 1 2 As an example, for the evaporation ponds, evaporation ponds at other facilities have been known 3 4 to kill water birds. In this case, the applicant concluded that the project evaporation ponds wouldn't 5 б be a problem because most resident birds and wildlife 7 wouldn't drink the water because they get water from their food. Hopefully you can see that there is not a 8 9 lot of logic behind that. With respect to -- as an example for the 10 11 plants, there is absolutely no discussion of the 12 local, regional, or rangewide significance of the project on rare plants that are known to occur on the 13 14 There is one plant in particular, white margin site. 15 beer tongue, that is a rear plant species in 16 California and the only known occurrence of this plant 17 species in California is within the project site in the cumulative impact area. The applicant's proposed 18 19 mitigation for that is to propagate the species. But 20 when I did some research on the species, the Santa Ana 21 Botanical Gardens has attempted to propagate that 22 species in the past, and all those efforts have 23 resulted in failure. Impacts to wetlands and jurisdictional 24 25 We are concerned that the AFC has concluded waters: 49 -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	that there are no channels or washes out at the site.
2	If you look at for those of you who do have a copy
3	of our handout, and I'm sorry that we don't have
4	more the conclusion that there is no channels or
5	washes is simply not consistent with what's out at the
6	site. And I don't know if you can see from here, but
7	there are clearly washes out there. I have been to
8	the site and there are playas for those of you who
9	don't know what that is, it's a seasonal lake, it's a
10	low spot and forms a basin and when it rains if there
11	is sufficient, the water will collect and form a
12	temporary lake there are several places out at the
13	site that have obvious playa-formation-type features
14	with cracked mud and lack of any vegetation growing in
15	the middle of them. It's pretty clear that those
16	features were not addressed.
17	We are particularly concerned about the
18	cumulative impacts. And if you look at if you
19	looked at the AFC and you've looked at the map that
20	shows the cumulative impacts this project would

20 shows the cumulative impacts, this project would 21 contribute to almost a complete elimination of all 22 sandy flats, basins and bajadas in the region, or at 23 least a fragmentation of them. The impact that that 24 may have on plant and wildlife species has a potential 25 to be tremendous. And in particular, the ability of _________50 wildlife to move between various patches of habitat is known to be an important dynamic in maintaining viable populations. And if you look at the cumulative impact map, this project is going to contribute to almost a complete blockage of the ability of animals to move between the area's ACECs and the Desert Wildlife Management Areas.

With respect to the mitigation that's been 8 9 proposed, we are concerned about the complete lack of any specificity associated with what has been proposed 10 11 And we are concerned about the lack of so far. 12 scientific support for many of the proposed mitigation 13 measures. I will give you a couple of examples. The 14 only mitigation proposed for the impacts to wildlife 15 corridors are not blocking the culverts that go under the railroad and highway, at which point the AFC 16 concluded that animals could enter the site and travel 17 18 down existing roads.

19 And the other proposed mitigation measure 20 was maintain an east-west movement border along the 21 northern boundary of the site where there will also be 22 an access road. So roads are known to serve as high 23 source of mortality for many species, and they act as 24 a habitat sink. So we are concerned that the proposed 25 mitigation for wildlife corridors may actually have 51 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ----

1 additional adverse effects.

2	Another example would be that the
3	compensation mitigation for Desert Tortoise would also
4	serve as mitigation for Mojave Fringe-Toed Lizard.
5	There is not a lot of scientific backing for that.
6	Desert Tortoises require soil that is firm enough so
7	that it can build burrows that won't collapse.
8	Whereas Mojave Fringe-Toed Lizards like fine, loose
9	sand, so those two generally don't go together.
10	And then finally, we have, as Loulena
11	mentioned we have concerns about the proposed
12	project conforming to existing laws, ordinances, and
13	regulations. In particular, there are several
14	conservation strategies outlined in the West Mojave
15	Plan that the project so far does not appear to comply
16	with.
17	And we would be happy to answer any
18	questions about this brief presentation after the
19	meeting is over. Thank you.
20	MR. KRAMER: Do any of the public
21	agencies wish to make a comment besides Mr. Blewett?
22	Sir, if you would come to the podium.
23	MR. BRILL: Really quick. As I
24	indicated earlier, my name is Kirby Brill. I'm the
25	general manager with the Mojave Water Agency. And
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 52

1	really just two quick comments. One is to do exactly
2	that, reintroduce myself and the agency.
3	The agency is created by the legislature of
4	the State of California as a Special Act District.
5	And we are responsible for managing the water
6	resources just under 5,000 square miles. Our service
7	area includes portions of the land, based on the
8	preliminary information I have, go up to and abut
9	almost next to the proposed project site but don't go
10	across.
11	And second of all, I just want to offer our
12	agency's assistance to the Commission. We are neither
13	in favor or in opposition to the project. We consider
14	ourselves neutral. We are a source of information.
15	We do have a lot of information on the water resources
16	in that area. So we certainly offer our agency's
17	assistance to the Commission as you go through your
18	deliberations. Thank you very much.
19	MR. KRAMER: You are saying that no part
20	of the project site is in your territory?
21	MR. BRILL: Based on the information I
22	have, I saw some recent maps, they may have some
23	potential future phases that might extend in. I would
24	have to look at that. But based on the preliminary
25	information I have and looking at our maps, it looks
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 53

like our boundaries go close to or butt up against 1 2 some of the proposed ownership. MR. KRAMER: 3 Thank you. Mr. Blewett. We are beginning our public 4 comment period. I have four more blue cards. 5 Just б with a show of hands, how many other people in the 7 audience are going to want to make a public comment? 8 Just two more. Three more. Four. Okay. Thank you. 9 MR. BLEWETT: Mr. Chairman, welcome to the high desert. 10 11 MR. KRAMER: Thank you. 12 MR. BLEWETT: I have to congratulate In business, politics, and I guess hearings, 13 you. 14 timing is everything. A week from now the temperature will be about 20 degrees hotter, so I have to 15 16 congratulate you on that. I'm here -- the Planning Commission and the 17 County as far as I know has not taken a position on 18 19 this, but I personally have taken a position on this. 20 I represent the First District, which to 21 give you an idea of the scope of the desert as a 22 Planning Commissioner that I cover, if you drive 65 -at 65 miles an hour for an hour in that direction or 23 65 miles an hour in that direction or -- for an 24 hour -- or an hour and a half south, or almost two 25 54 -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1 hours toward Vegas, you are -- all that is in our 2 district in our desert. Over 2 million acres. This 3 is an infinitesimal project in the scope of the vacant 4 land that's in our desert.

5 I'm here because we need the electricity. 6 A nation without cheap electricity is a nation that 7 becomes second rate. We need the jobs. The 8 unemployment rate in this particular area is over 15 9 percent all throughout the high desert area, one of 10 the highest in the country. Definitely the highest in 11 the state.

12 And we need -- the technology of this project is outstanding because one of our major 13 14 concerns always in the desert is water. And this 15 project -- this thing uses virtually no water except 16 for cleaning off the screens, which is amazing because 17 as I have dealt with many solar projects that have come before us, many of them are heavy water users. 18 19 And this is not one of them.

And I would really like to see this technology developed and used, particularly in our desert. It's very important because water is always a key issue. Again, thank you for coming, and I hope you enjoy your stay in our desert.

25 MR. KRAMER: Before you go, could you ______GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. _____55

1 spell your last name. 2 MR. BLEWETT: B-l-e-w-e-t-t, like I blew 3 it. 4 MR. KRAMER: This is probably a good time for me to disclose on the record that back from 5 1986 until 1991, I was actually the Deputy County б 7 Counsel that sat with the County Council in San 8 Bernardino. I don't think there is anybody around 9 that remembers me then. 10 MR. BLEWETT: No, I would think not. 11 MR. KRAMER: Mr. Orawczyk. Did I get 12 close? He spells it O-r-a-w-c-z-y-k. 13 MR. ORAWCZYK: That's the way my father spells it too. 14 Mr. Commissioner, thank you. I suppose I 15 should direct my questions and comments to you. 16 Are 17 you the mediator, or is it directly to the applicant? 18 MR. KRAMER: Direct them to us. 19 MR. ORAWCZYK: All right. 20 MR. KRAMER: Say your first name for us. I don't think we --21 22 MR. ORAWCZYK: Joe. 23 MR. KRAMER: Thank you. Go ahead. I got up yesterday on 24 MR. ORAWCZYK: Father's Day kind of early, watching HBO or something. 25 56 -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ----

1 I got caught in the movie which you may have heard of 2 before called "Erin Brockovich." The people in this community, in the greater Barstow community, have a 3 4 very earned suspect or reservation about energy companies in general based on past experiences. 5 So I б ask for your forgiveness if I sound a bit sarcastic in 7 my comments and questions -- or cynical. I mean no 8 offense. 9 I have like 10 or 12 pages of questions after reading the Application For Certification, 10 11 specifically in particular with the topics of water 12 and with future abandonment of the project. In an effort to save the time of the committee and everybody 13 14 here, would it be acceptable for me to submit these in 15 writing and let it go, and you guys can respond later? 16 Or do you want me it read them here? 17 If you submit them in MR. KRAMER: writing, that's the easiest way to make sure they get 18 19 passed on to the appropriate people. So I would say 20 yes, bring them in writing. 21 MR. ORAWCZYK: To whom do I submit it? MR. KRAMER: You can give them to me, 22 and I will make sure that Mr. Meyer gets them and 23

24 passed them on.

25

MR. ORAWCZYK: Thank you very much. I
______GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. _____

1	have no further questions. I would like to reserve
2	the ability to ask questions at some later time.
3	MR. KRAMER: I would suggest if you were
4	interested and have the time, you come to the staff
5	workshops because that will be an especially good
6	place for you to talk to people during the formal part
7	of the workshop and also during the milling about
8	stage, you can get your questions answered.
9	MR. ORAWCZYK: Thank you,
10	Mr. Commissioner.
11	I do have one question not in the notes,
12	and that is one I asked while we were out at the site
13	during the bus trip. And that is how will the aquifer
14	be recharged. The answer from the applicant at that
15	time is we really don't know right now. And I assume
16	they want to get back to us on that.
17	Was there any other response to that
18	question? Okay. So, yeah, my concern there is what
19	is the sustainability of the project over the 20-year
20	period, possibly 40 years? If they draw 36.2 acre
21	feet of water, I'm real concerned as to how long that
22	can actually last if its potable water.
23	MR. KRAMER: That's something that the
24	staff normally analyzes as part of their analysis.
25	They should be answering your question in their
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 58

1 reports. 2 MR. ORAWCZYK: Excellent. My only 3 knowledge is through the Application For 4 Certification. I haven't read through the staff's notes yet, so maybe I just missed it. 5 MR. KRAMER: I don't think the staff has 6 7 put out anything on that question yet. 8 MR. MEYER: Our water quality staff will 9 be addressing that in our preliminary documents. MR. KRAMER: Next is Mr. Silliman from 10 11 the Sierra Club, and followed by Irene James from the 12 BIA. 13 MR. SILLIMAN: I'm a consultant from the 14 San Gorgonio Chapter of the Sierra Club. I just have 15 a quick question about the ex parte rule as it may or may not apply to the applicant with regard to two 16 17 groups. Specifically, I'm interested to what extent must communication between the applicant and CEC and 18 19 Bureau of Land Management staff be public; and second, 20 to what extent must communication between the applicant and resource agencies such as California 21 22 Fish and Game be public? 23 Well, that is actually not MR. KRAMER: the ex parte rule. But there is a regulation of the 24 25 Commission. Ms. Holmes, are you still back there? 59 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	MS. HOLMES: I am.
2	MR. KRAMER: As the staff's attorney,
3	would you care to address that?
4	MS. HOLMES: Would you repeat the
5	question, please?
6	MR. SILLIMAN: Sure. What I am
7	concerned about is the degree to which communication
8	between the applicant and certain groups must or must
9	not be made public. Specifically, must communication
10	between the applicant and CEC and the Bureau of Land
11	Management staff be public? Or/and to what extent
12	must communication between the applicant and resource
13	agencies such as California Fish and Game, Fish and
14	Wildlife also be public, or may it not be public?
15	MS. HOLMES: There is a regulation that
16	Mr. Kramer referred to that the staff is required to
17	comply with which prohibits us from having unnoticed
18	meeting with the project's developer. We can't have
19	closed or behind-the-scenes meetings with developers.
20	Just as decision makers have to meet with the parties
21	in a noticed setting, we do not meet with the
22	applicant on substantive matters unless the meeting is
23	publicly noted.
24	MR. SILLIMAN: Who is "we"?
25	MS. HOLMES: The Energy Commission
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 60

1 staff. I represent the staff in this procedure. 2 MR. SILLIMAN: How about Fish and Game 3 or Fish and Wildlife? 4 MS. HOLMES: I don't believe there is a rule that prohibits project proponents from meeting 5 б with them. This is our rule that applies to our Commission staff. 7 8 Is that your only question? MR. KRAMER: 9 THE WITNESS: Yes. Irene James. 10 MR. KRAMER: 11 MS. JAMES: Thank you. I would like to 12 read a letter that was produced by the Building Industry Association, Local Chapter, which covers the 13 14 high desert area, on behalf of someone who is on vacation. 15 16 "The Building Industry Association, Baldy 17 View Chapter, recognizes the importance of new 18 construction to our economy. Although we are in the 19 midst of a historic recession, it's imperative that we 20 continue planning for future residential, commercial, 21 and industrial demands for California's ever-growing 22 population. As such we seek to enhance 23 business-friendly policies that maximize the 24 opportunities for environmentally conscious 25 development. 61 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1 "Clearly you are embarking on an important 2 effort that will provide Californians with greater access to energy for both current and future 3 4 consumers. We appreciate the effort of Tessera Solar, which has been and continues to be proactive in its 5 б approach to its new project here in San Bernardino 7 County by meeting not only with BIA staff, but also with local governments, agencies, departments and 8 9 groups to help explain and gather local input for its solar project, Calico Solar One. Since this type of 10 11 project has proven to have both low water usage and a 12 minimal land disturbance, from an environmental viewpoint, we can appreciate its technology" -- oops. 13 MR. KRAMER: 14 If you want, you could 15 e-mail the letter to us. I will e-mail the letter. 16 MS. JAMES: 17 This is sent on behalf of Carlos Rodriguez, who is one of the governmental affairs for the Baldy View Chapter 18 19 which is based in Rancho Cucamonga. He is on vacation 20 this week, so I told him I would help out. But I will send it off to the Commission. Thank you. 21 22 MR. KRAMER: Thank you. 23 Jeff Aardahl, followed by Steve Marschke. MR. AARDAHL: Good afternoon. 24 My name 25 is Jeff Aardahl. I represent the Defenders of 62 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. —

1	Wildlife, a national wildlife conservation
2	organization with headquarters in Washington, D.C. I
3	personally work in the Sacramento office. And
4	Defenders appreciate the opportunity to be here to
5	today to participate in the field trip and also this
б	informational meeting and scoping session.
7	We intend to provide detailed comments for
8	the scoping process in preparation for the
9	environmental review processes of both the Bureau of
10	Land Management and the Energy Commission. So at this
11	time, though, I would like to speak briefly about two
12	species of interest to us that were disclosed in the
13	Application For Certification filed by the consultants
14	or the project applicant.
15	Those species are the Desert Tortoise and
16	the Desert Bighorn Sheep. Briefly, what I have
17	gleaned out of the application so far has resulted in
18	some recommendations for further analysis by Energy
19	Commission staff and the Bureau of Land Management
20	during the environmental process.
21	Specifically with the Desert Tortoise, what
22	I would like to recommend is that the age and sex of
23	all Desert Tortoises encountered on the project site
24	as a result of, shall we say, a sampling process be
25	disclosed, and that a determination of their
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 63

l

ecological or biological significance be made rather than just simply a statement about, in this case, 43 Desert Tortoises were observed during the sampling process, along with 30 active tortoise burrows. I think the data needs to be much more detailed and fully analyzed and disclosed to the public.

7 We would also like to see an analysis of the relationship of the Desert Tortoise population in 8 9 the affected area of the project in relationship to more important Desert Tortoise populations in recovery 10 units for the species, since it's a listed species, 11 12 both federally and state. And those specific recovery areas I would like to see addressed in relationship to 13 14 this particular site are the Ord-Rodman, Superior-15 Cronese and possibly the Piute-Fenner recovery units. And I would like to have the document 16 17 disclose and analyze the adequacy of the surveys for the Desert Tortoise in terms of its ability to detect 18

19 hatchlings and juvenile individuals occupying the 20 site.

1 Mountains from nesting locations.

2 And that concludes my oral comments. Again, we will follow up with more detailed written 3 4 comments by the close of the scoping period. I thank 5 you. MR. KRAMER: Could you write out the 6 7 names of those units on a piece of paper for the 8 benefit of the court reporter? 9 Mr. Marschke, followed by April Sall. Hi. I'm Steve Marschke 10 MR. MARSCHKE: 11 and I'm president of the Society For the Conservation 12 of Bighorn Sheep. We are a local Southern California nonprofit organization, been around since the 13 14 mid-sixties. And our purpose is to provide enhanced 15 habitat and mitigation efforts for Bighorn Sheep. 16 We were very concerned with the scope of this project as it's stated now, and that particularly 17 the northeast corner is definitely within Bighorn 18 19 Sheep habitat. Sheep habitat is very important. 20 There is a lot of I think historical knowledge that 21 people think Bighorn Sheep live in the mountains and 22 that's in a general part true, but they survive based 23 on the desert washes and vegetation that grows down there. And this project would impact large amounts of 24 25 habitat that's very close to a known Bighorn Sheep 65 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	population. And I think, furthermore, the science
2	that I saw in the preliminary study is inadequate with
3	regards to Bighorn Sheep, and it's very nebulous at
4	best.
5	Thank you.
6	MR. KRAMER: Thank you. April Sall.
7	MS. SALL: Thank you, Commissioners,
8	ladies and gentlemen, members of the panel, for the
9	opportunity to speak today. I just have a few
10	comments again April Sall from the Wildlands
11	Conservancy. The Wildlands Conservancy is a 501(c)3
12	nonprofit land conservation organization that
13	conserves wild spaces in California and provides free
14	outdoor education for Southern California's youth.
15	We are very supportive of renewable energy
16	development and have several preserves that are off
17	the grid and have renewable energy, both solar panels
18	and winds, on those preserves to power our facilities.
19	We also partnered with Department of
20	Interior and Senator Dianne Feinstein in the largest
21	private land acquisition gifted to the American
22	public. That was 600,000 acres in the Mojave Desert
23	purchased with about 45 million dollars in private
24	funds and 18 million land and conservation funds. And
25	those lands were gifted to Department of Interior and
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 66

Г

to the National Park Service where appropriate within
 their boundaries.

The project site does contain a couple of 3 4 Catellus sections that were part of the Catellus land purchase. We have many concerns related to biological 5 б resources. First off, our feeling is the utility 7 scale project should first be sited on disturbed land, public or private, instead of pristine lands. 8 Many 9 environmental groups, including the Wildlands Conservancy, have been working on a criteria document 10 11 for siting renewable energy projects in more 12 appropriate areas on both public and private lands, and that document is now public and given to industry. 13 14 We are concerned with the cumulative 15 effects of these large industrial-scaled projects. 16 The desert is very slow to recover, as many of you 17 know, and once this land is blighted or there is significant surface disturbance, it permanently 18 19 disrupts the microbiotic relationship of cryptobiotic 20 soils. 21 The current Solar One site is adjacent to 22 the new National Monument Proposal that Senator 23 Feinstein will be introducing. It's also adjacent to 24 the ACEC, and there are several endangered species, 25 plant and animal, that would be affected by this

GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC.-

1	project. There is a rare penstemon that was found on
2	the project site in a higher density than anticipated,
3	as well as a possible new lizard to science that is
4	the side-blotched lizard that is found only in the
5	lava beds in the sands adjacent to the lava flow area.
6	And with regards to the recovery and the
7	scale of this project, there is concern about the BLM
8	Right-of-Way process being used for a permanent
9	disturbance. And I have a couple of questions. I
10	first wanted to ask BLM what is the anticipated action
11	plan for the project site once the 20-year period is
12	reached? Will that site be reused for another
13	renewable energy site, or what is the anticipated plan
14	at this point?
15	MR. MILLER: We can't answer that at
16	this point because we don't know. We can't answer
17	that unless we have approved it, so we won't know for
18	a while.
19	MS. SALL: Okay. With regards to the
20	applicant, will vegetation be mowed or trimmed? There
21	was a little discussion about this on the tour, but
22	can I get an official answer as to what the plan is
23	for vegetation on the site?
24	MR. MAGDYCH: We are continuing to work
25	out the details. There some vegetation below the
l	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 68

1 dishes. However, most of the vegetation on-site is 2 less than three feet tall. So that is not much of a problem. But we are looking at the adjacent areas 3 4 that will be left over, and we are trying very hard to maximize the preservation of vegetation in the future. 5 MS. SALL: Okay. Can I ask how the 6 7 selection was made to begin construction on what you 8 are calling Phase 1, the kind of northeastern section 9 of the site, versus the area that you are calling Phase 2, which is closer to the highway and slightly 10 more disturbed land? 11 12 MS. CHAMPION: So mainly, if you saw some of the maps, we tried to locate and begin 13 construction closest to the transmission line and 14 initiate construction there and then head west. 15 16 MS. SALL: Okay. According to the map 17 in your packet, the transmission line also goes through Phase 2, and that's where the actual 18 19 substation is currently? 20 MS. CHAMPION: Are you referring to the Pisqah substation? 21 22 MS. SALL: Yes, the current Pisgah 23 substation. 24 MS. CHAMPION: Can you repeat your 25 question? 69 -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	MS. SALL: If there is still
2	transmission access and the substation is located on
3	what you are calling the Phase 2, which has slightly
4	more impact or maybe significantly, depending on
5	location, more impact, why did you choose to develop
6	the more northeastern section first? If this is a new
7	technology and new scale, why are you picking the most
8	pristine habitat to begin your construction on,
9	Phase 1?
10	MS. CHAMPION: I'm not exactly sure I
11	fully understand your question, and I probably won't
12	respond to the "most pristine habitat." But again,
13	this is a preliminary construction plan that we have
14	right now. As we go through the permitting phase and
15	work through the agencies, if there is any need for us
16	to change how we construct, we will definitely do
17	that, working with the agencies. So again, we have
18	preliminary. We are required to at least give some
19	idea of how we plan to construct the project, but
20	obviously, we are prepared to make any changes where
21	necessary based on what the agencies tell us.
22	MS. SALL: Okay. And last question:
23	What is the capacity of the largest SunCatcher site
24	you currently have operating for commercial use?
25	MS. CHAMPION: We do not have a
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. — 70

1 commercial site today. 2 MS. SALL: Then what is the largest test site megawatt production? 3 4 MS. BELLOWS: We have 10 units running today, each one 25 megawatts. 5 COMMISSIONER BYRON: Ms. Sall, if I may 6 7 ask a question. You indicated a criteria for siting 8 renewables document that you are preparing. Is there 9 anyone else you are collaborating with on that document? 10 Yeah. I don't have the 11 MS. SALL: 12 document in front of me, but some of the other 13 organizations that signed on to that document are 14 Nature Conservancy, Center for Wildlife, the Wilderness Society, Center for Biodiversity 15 (inaudible), Sierra Club. 16 17 COMMISSIONER BYRON: Without anything in front of you, that's pretty good. 18 19 MR. KRAMER: I think Sierra Club filed 20 something along those lines today. 21 Anyone else wishing to make a public 22 comment? 23 MR. RAMOS: I just wondered, who the 24 heck are you? 25 THE REPORTER: Excuse me. Excuse me. Ι 71 -GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. --

1 need to have your name. 2 MR. RAMOS: I beg your pardon. Al 3 Ramos. 4 Ηi. I'm a local desert rat. I live here and I'm not too smart. All I know is what I read in 5 б the papers. 7 Okay? Who is this company? Where do you come from? Who is the parent company? Houston 8 9 Electric? General Electric? Bumbleberry? Who is it? It's enormous. And are all these machines going to be 10 built out of locally USA manufactured? Or are they 11 12 going to come from foreign countries? 13 MS. BELLOWS: First, our machinery is 90 14 percent based in North America. Where is the other 15 MR. RAMOS: 16 10 percent made in? MR. KOSTOK: There will be various 17 items, wires and cables, that haven't been sourced 18 19 yet. So of the major components that have sourced for the Stirling SunCatcher unit itself, 90 percent is 20 within North American. The engines are similar to 21 22 like a quad's engine, same size, so the engine 23 manufacturers are the same assembly or very similar 24 assembly and same buildings that make the automobile 25 engines make these engines. 72

-GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1 MS. BELLOWS: On the SunCatcher, it's as 2 if an engine were being built --MR. RAMOS: Is this 10 percent money 3 4 wise or 10 percent of the unit? MS. BELLOWS: Ten percent of the unit. 5 MR. RAMOS: Well, moneywise the 6 7 10 percent might be a princely sum and the rest of the 8 junk is made here out of --9 MS. BELLOWS: The majority of the machine is made in the United States. 10 11 MR. RAMOS: Yeah, but the value of it, 12 10 percent. 13 MS. BELLOWS: 90 percent of the value of 14 the equipment. 15 MR. RAMOS: The 90 percent is from here. 16 Then who are you, by the way? What is your parents, Edison, General Electric, (unintelligible), Vickers? 17 18 MS. BELLOWS: None of the above. 19 Actually, the story is that we are a renewable energy 20 company. Our parent company is NTR. 21 MR. RAMOS: Who is NTR? MS. BELLOWS: NTR stands for National 22 23 It's a company that --Toll Roads. THE WITNESS: Oh, Jeez, National Toll 24 25 That's something that --Roads. 73 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	MR. BOYD: Let her finish.
2	MS. BELLOWS: National Toll Roads has a
3	history of investing successfully in renewable energy.
4	They have investments in biomass, in wind, in storage
5	for solar facilities, in solar, and in ethanol
6	facilities. So they are a renewable energy player.
7	If you are to go to their site, you will see they have
8	a very successful history, and they took a position in
9	Stirling Systems in 2008.
10	MR. RAMOS: What is their capability?
11	Do you have vast machine shops or what? What do you
12	have? I'm sure you are financially capable. But say,
13	do you have milling machines? Do you have vast
14	machine shop foundries or what? How are you going to
15	make these things? Are you going to farm them out to
16	different people, or are you going to make them
17	yourselves?
18	MS. BELLOWS: Absolutely. One of the
19	things that NTR does very well is they hire people and
20	they put the appropriate people in place. They have
21	funding so that these projects can get done. And they
22	have done a great job at taking our technology, which
23	is the SunCatcher, from a technology level, and if you
24	look at the SunCatcher, the Stirling engine has been
25	played with, if you will, by McDonnell-Douglas, by
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ——74

companies like Lockheed, by Boeing --1 2 MR. RAMOS: But you are not that. You are a construction company making toll roads. 3 You are 4 not McDonnell-Douglas. 5 MS. BELLOWS: But we are very б successful --7 MR. RAMOS: So you say so. That's a self-serving statement. I can tell you how smart I 8 9 am --MS. BELLOWS: But if you will, go to the 10 11 Web site and you will be able to see information on 12 the successes we have had so far. 13 MR. RAMOS: Defense rests, I guess. 14 Any other public comments? MR. KRAMER: 15 MR. JACKSON: My name is Patrick Jackson. And I own land that's going to be completely 16 17 surrounded by the Solar One project. I don't know if the people are familiar with the area, but according 18 19 to the California Desert Conservation Area plan, it's 20 an open area. That means the public and the private 21 property owners can access their property. 22 A year ago, somebody put a gate across the 23 Burlington-Northern crossing. For a year I have been 24 writing letters trying to find out what Stirling's 25 involvement in the gate was and have been misled up to 75 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ----

1 this point in time.

2	Now, right now I have learned that the
3	Phase 2 of the project is optional. Yet we have a
4	gate that blocks access to public lands and for people
5	to access their own property. That to me is not
6	right. If Stirling is not going to develop Phase 2,
7	they should at least allow the public the right to
8	access public lands. That's all I have to say.
9	MR. KRAMER: Thank you. Any other
10	public comments? Okay.
11	On the agenda we had a couple housekeeping
12	items. I think the parties can communicate with me
13	privately if they have any changes to make to their
14	addresses on the proof of service list, the latest
15	version which is found on the Web site.
16	I'm trying to recall I may be confusing
17	this project with another one but I do not believe
18	that there are any pending petitions to intervene.
19	Does anybody know otherwise? Okay.
20	I'm sorry. Commissioner Boyd reminds me
21	Basin and Range Watch filed one, but I believe they
22	had not originally served the applicant so I asked
23	them to go back and take care of that, and they have
24	done that. When we get a petition of this sort, we
25	normally wait at least 10 days to see if any of the
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. — 76

1	parties want to object. And that time has not yet
2	run. But I can ask today, does any party plan on
3	filing any objections?
4	MS. McMAHON: I only have CURE that has
5	applied. But I have been talking to other groups that
6	are going to put paperwork in, they've told me.
7	MR. KRAMER: We do have the Basin and
8	Range one, but I believe the problem originally was
9	they didn't serve the applicant, which makes it
10	incomplete.
11	MS. McMAHON: I have sent e-mails to
12	them and I haven't heard back from them. There are
13	other ones, too, besides that.
14	MR. KRAMER: We should expect more, you
15	are saying?
16	MS. McMAHON: Yes.
17	MR. KRAMER: When a petition is made or
18	a motion of some sort, we wait at least 10 days,
19	depending on the motion. Sometimes the rules
20	specifically require 14 or 15 days before we issue a
21	ruling. And during that time, without us prodding the
22	other parties, they are expected to decide if they
23	want to file any kind of response and to do so. But
24	every time something like that comes up, we don't
25	issue a wakeup call and remind people of their
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. 77

Γ

1	obligations. We are expecting them to remember them
2	and speak up if they have a problem.
3	Are there any other matters that the party
4	wishes to raise before we conclude? Seeing none,
5	Commissioner Boyd?
6	COMMISSIONER BOYD: First, I want to
7	thank everybody for being here today. And I welcome
8	you to the beginning of this process. This is a good
9	turnout, and we appreciate this. This is a very
10	detailed public process. It was designed for you, the
11	public, and believe me, we show up at some places and
12	there were very few public. So we are glad you are
13	interested. And this is a very interesting
14	technology, very interesting area of California trying
15	to address very interesting goals and objectives of
16	the State of California with regard to energy, while
17	at the same time observing the environmental laws,
18	rules and regulations of the state.
19	And it also involves partnership with the
20	federal government and the Bureau of Land Management,
21	which is not totally new to us, but is going to be
22	obviously this is not atypical. This is going to
23	be typical hereinafter for all of the renewable
24	projects that we will address throughout many parts of
25	California that involve lands managed for the public
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. ——78

Г

1 by the Bureau of Land Management. And we appreciate 2 their participation and we look forward to seeing you in the future. 3 And my fellow Commissioner Byron indicates 4 he would like to make a comment. 5 COMMISSIONER BYRON: Thank you, 6 7 Commissioner Boyd. 8 Many of you may not be familiar with the 9 Energy Commission. We do a number of different things in the state. This is one of the things that we do is 10 permitting power plants, as was indicated earlier. 11 And I would like to reiterate that I think it's one of 12 the best things that the Energy Commission does. 13 Ι 14 can assure you that the staff will do a very thorough 15 job on this. 16 Commissioner Boyd nor I have reached any 17 predetermination of any kind about this. As I said earlier, we base the decision on the evidentiary 18 19 record. There is a great deal of land involved here. 20 I believe it's over 12 square miles of land. And even 21 though renewables are the preferred source of energy 22 in the state of California, there are some precious 23 commodities here in the way of lands and species that 24 we pay very close attention to. 25 I would also point out that on previous 79 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

1	siting cases or pending siting cases, we are well
2	aware there are two processes here, the Energy
3	Commission and the Bureau of Land Management. And we
4	are doing our best to sync those processes up. It's
5	time consuming, and they each have different
6	requirements. And that will continue to be a
7	challenge and heighten the applicant's awareness to
8	that and being extremely responsive to the data
9	requests that will come from our organization.
10	I think that's enough, except to say thank
11	you very much for all of you that are here today. And
12	I echo Commissioner Boyd's pleasure in seeing so many
13	members of the public here. It's a great facility to
14	be able to be here in the Barstow Community College,
15	and I would like to conclude by thanking you for
16	having us.
17	COMMISSIONER BOYD: Thank you, and if
18	there is nothing more, we stand adjourned.
19	(The proceedings concluded at 3:49 p.m.)
20	
21	
22	
23	
24	
25	
	GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC80

REPORTER'S CERTIFICATE I, Judith W. Gillespie, a Certified Shorthand Reporter, No. 3710, for the State of California, do hereby certify that the foregoing pages comprise a full, true and correct transcription of the proceedings had and the testimony taken at the hearing in the hereinbefore-entitled matter of Monday, June 22, 2009. Dated this 5th day of July, 2009, at Riverside, California. JUDITH W. GILLESPIE, CSR, RPR GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. -

** Worksheet 1 * * trial date: Send out Monday for 2 2-week delivery _____ _ _ _ _ _ _ _ _ _ _ _ _ Date: Monday, June 22, 2009 Job No.: 68281JG 3 reporter: Judith W. Gillespie, CSR 3710 (Riverside 4 Location: Barstow City College, Barstow Court: CEC/BLM Hearing Case No.:NA 5 Caption: INFORMATIONAL HEARING, SITE VISIT б AND SCOPING MEETING 7) STIRLING ENERGY SYSTEMS TESSERA SOLAR, CALICO - SOLAR ONE POWER PROJECT (08-AFC-13) 8 _____ 9 Appearances: See Appearance Page appended 10 _____ 11 Deponent: Reporter's Transcript of Proceedings Time: 11 a.m. to 3:49 p.m. 12 Pages: 81 Exhibits: None Copies: 0 & 1 Stipulation: None. Tessera wants O+1, ASCII, 13 Condensed, and pdf file. I believe this gets posted. 14 Check on additional info on this. I think I quoted her over \$9/page, if I'm not mistaken. 15 16 Billing: Delivery: 0 & 1 - Tessera Original&1 - Tessera (Lori Jones) 17 Rate: Public hearing Time: All day per diem 18 Mileage: Check for RT mileage 19 Word List: 20 21 22 23 24 25 82 GILLESPIE REPORTING & DOCUMENT MANAGEMENT, INC. —



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 SES SOLAR ONE PROJECT

Docket No. 08-AFC-13

PROOF OF SERVICE (Revised 6/16/09)

APPLICANT

Felicia Bellows, Vice President of Development Tessera Solar 4800 North Scottsdale Road, Ste. 5500 Scottsdale, AZ 85251 felicia.bellows@tesserasolar.com

Camille Champion Project Manager Tessera Solar 4800 North Scottsdale Road, Suite 5500 Scottsdale, AZ 85251 camille.champion@tesserasolar.com

CONSULTANT

Bill Magdych AFC Project Manager URS Corporation 1615 Murray Canyon Rd., Ste. 1000 San Diego, CA 92108 bill_magdych@urscorp.com

APPLICANT'S COUNSEL

Allan J. Thompson Attorney at Law 21 C Orinda Way #314 Orinda, CA 94563 <u>allanori@comcast.net</u>

INTERESTED AGENCIES

California ISO <u>e-recipient@caiso.com</u>

Jim Stobaugh BLM – Nevada State Office P.O. Box 12000 Reno, NV 89520 jim stobaugh@blm.gov

Rich Rotte Project Manager Bureau of Land Management Barstow Field Office 2601 Barstow Road Barstow, CA 92311 Richard Rotte@blm.gov

INTERVENORS

*California Unions for Reliable Energy (CURE) Loulena A. Miles, Marc D. Joseph Adams Broadwell Joseph & Cardozo 601 Gateway Boulevard, Ste. 1000 South San Francisco, CA 94080 Imiles@adamsbroadwell.com

ENERGY COMMISSION

JAMES D. BOYD Vice Chair and Presiding Member jboyd@energy.state.ca.us

JEFFREY D. BYRON Commissioner and Associate Member <u>jbyron@energy.state.ca.us</u>

Paul Kramer Hearing Officer <u>pkramer@energy.state.ca.us</u>

Caryn Holmes, Galen Lemei Staff Counsels <u>cholmes@energy.state.ca.us</u> <u>glemei@energy.state.ca.us</u>

Christopher Meyer Project Manager <u>cmeyer@energy.state.ca.us</u>

Public Adviser publicadviser@energy.state.ca.us

DECLARATION OF SERVICE

I, <u>Corinne Lytle</u>, declare that on <u>July 9, 2009</u>, I served and filed copies of the attached <u>Applicant's Request for Additional Time</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:

[www.energy.ca.gov/sitingcases/solartwo]. 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 <u>Sacramento</u>, <u>California</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:

X 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-13 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.

Original Signed By:

Corinne Lytle