LATHAM & WATKINS LLP

November 20, 2009

DOCKET08-AFC-7

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VIA FEDEX

CALIFORNIA ENERGY COMMISSION Attn: Docket No. 08-AFC-7 1516 Ninth Street, MS-4 Sacramento, California 95814-5512

Re: GWF Tracy Combined Cycle Power Plant Project: Docket No. 08-AFC-7

Dear Sir/Madam:

Pursuant to California Code of Regulations, title 20, sections 1209, 1209.5, and 1210, enclosed herewith for filing please find the Declaration of Doug Wheeler as Supplemental Testimony Regarding Power Plant Efficiency and Greenhouse Gas Emissions.

Please note that the enclosed submittal was also filed today via electronic mail to your attention and served on all parties to the above-referenced project.

Very truly yours.

Paul E. Kihm Senior Paralegal

Enclosure

cc: CEC 08-AFC-7 Proof of Service List (w/encl. via e-mail and U.S. Mail)

Michael J. Carroll, Esq. (w/encl.)

1 LATHAM & WATKINS LLP 650 Town Center Drive, 20th Floor Costa Mesa, California 92626-1925 2 Telephone: +1.714.540.1235 3 Facsimile: +1.714.755.8290 Attorneys for Applicant 4 5 State of California 6 **Energy Resources** Conservation and Development Commission 7 8 In the Matter of: Docket No. 08-AFC-07 APPLICATION FOR CERTIFICATION DECLARATION OF DOUG WHEELER AS 10 FOR THE GWF TRACY COMBINED SUPPLEMENTAL TESTIMONY REGARDING CYCLE POWER PLANT BY GWF POWER PLANT EFFICIENCY AND 11 ENERGY, LLC **GREENHOUSE GAS EMISSIONS** 12 13 14 I, Doug Wheeler, declare as follows: 15 1. I am an employee of GWF Energy, LLC and am duly authorized to make 16 this declaration. Except where stated on information and belief, the facts set forth herein are true 17 of my own personal knowledge and the opinions set forth herein are true and correct articulations 18 of my opinions regarding the GWF Tracy Combined Cycle Power Plant (the "Project"). If called 19 as a witness, I could and would testify competently to them. 20 I earned a M.S. in chemistry and have more than 40 years of experience in 2. 21 the energy industry with engineering and management. My experience with GWF Energy, LLC 22 has included permitting, engineering, and operating six petroleum coke plants in California. I 23 also have experience with obtaining California Energy Commission ("CEC") licenses for a 98 24 megawatt ("MW") cogeneration facility in the City of Hanford, a 95MW peaker plant in the City 25 of Hanford, a 95 MW peaker plant in the City of Lemoore, and a 169 MW peaker plant in the 26 City of Tracy. In all of the CEC licensing cases, I acted as the Project Manager for GWF 27 Energy, LLC. A copy of my current curriculum vitae is included in the Applicant's Prehearing Conference Statement on file in this matter.

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- 3. The Final Staff Assessment ("FSA") estimated the Project's greenhouse gas ("GHG") performance as 0.474 MT CO2/MWh. Notably, Staff's analysis is based on "worst case" operating conditions for natural gas usage, as described in the Application for Certification ("AFC"). The worst case operating conditions, which are highly conservative and very unlikely to actually occur, assumed the natural gas usage at an ambient temperature of 15 degree Fahrenheit ("deg F") and duct firing the heat recovery steam generator ("HRSG") to a plant output of 314 MW. Nonetheless, the Project meets the Greenhouse Gas Emission Performance Standard in Senate Bill 1368 of 0.500 MT CO2/MWh even under these "worst case" operating conditions.
- 4. If the same analysis was performed at ISO conditions (59 deg F), the estimated GHG performance would be substantially lower, at 0.437 MT CO2/MWh. This performance easily meets the SB 1368 requirement. In both cases, the GHG performance assumed 5,539 non-duct-fired hours of operation and 3,100 hours of duct-fired hours of operation. The analysis of the environmental impacts was based on 8,639 total annual operating hours, as described in the AFC. This was done to provide the greatest dispatch flexibility to a power purchase agreement counterparty. Attached as Table A is a summary of the Project's efficiency at various temperature conditions and GHG performance at various conditions and operating modes. As shown, the Project will meet the SB 1368 performance standard under the various conditions.
- 5. The FSA concludes that the Project "could" easily meet the performance standard in SB 1368. It is my understanding that Staff did not make a definitive determination of SB 1368 compliance because Staff believes it is the California Public Utilities Commission's role to make such a determination. Nevertheless, the substantial evidence submitted into the evidentiary record by GWF Energy, LLC in the AFC, related documents, and this declaration supports a determination that the Project will in fact meet the standard of 0.500 MT CO2/MWh in SB 1368.

Executed on November 19, 2009, at Pittsburg, CA.

I declare under penalty of perjury of the laws of the State of California that the

foregoing is true and correct.

Doug Wheeler

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ATTORNEYS AT LAW
ORANGE COUNTY

Attachment A

Table A

	15F	59F	59F
GWF Tracy, Estimated Potential GHG Emissions	Duct Fired	Duct Fired	Non Fired
Total Turbine/HRSG GHG emissions (metric tons CO2			
equivalentlyr)	1,110,076	1,017,973	911.075
+ Aux boiler	18.093	18 093	18 093
+ Emergency Fire Pump	7	22,5	22,51
+ EDG _	- [· [- =
+ Worker commutes -off-site	143	143	143
+ Material deliveries - off-site	20	50 20	200
= Total Project GHG emissions	1,128,350	1,036,247	929,349
/ Estimated annual energy outpu (MWh/yr)	2,371,772	2,371,772	2,185,667
= Estimated Annualized GHG Performance (MTCO2/MWh)	0.474	0.436	0.424
Note the value above does not include CO2 equivalents for CH4 and N2O	4 and N2O		
Estimated Annualize GHG Performance (MTCO2E/MWh)	0.476	0.437	0.425
SB 1368 Standard (MTCO2E/MWh)	0.5	0.5	0.5
Will Project Meet SB 1368 Performance Standard?	Yes	Yes	Yes

Annualized energy output is based on 3,100 hours with duct burning at 314 MW and 5,539 hours at 253MW without duct burning. 45.2% 45.3% Tracy Plant Efficiency

STATE OF CALIFORNIA ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION

In the Matter of:)	Docket No. 08-AFC-7
Application for Certification, for the GWF TRACY COMBINED CYCLE))	PROOF OF SERVICE
POWER PLANT PROJECT)	(Revised February 25, 2009)
by GWF Energy, LLC)	

APPLICANT

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INTERESTED AGENCIES

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GWF TRACY COMBINED CYCLE POWER PLANT PROJECT CEC Docket No. 08-AFC-7

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GWF TRACY COMBINED CYCLE POWER PLANT PROJECT CEC Docket No. 08-AFC-7

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GWF TRACY COMBINED CYCLE POWER PLANT PROJECT CEC Docket No. 08-AFC-7

DECLARATION OF SERVICE

I, Paul Kihm, declare that on November 20, 2009, I served and filed copies of the attached:

DECLARATION OF DOUG WHEELER AS SUPPLEMENTAL TESTIMONY REGARDING POWER PLANT EFFICIENCY AND GREENHOUSE GAS EMISSIONS

to all parties identified on the Proof of Service List above in the following manner:

California Energy Commission Docket Unit

Transmission via electronic mail and by depositing one original paper copy with FedEx overnight mail delivery service at Costa Mesa, California, with delivery fees thereon fully prepaid and addressed to the following:

CALIFORNIA ENERGY COMMISSION

Attn: DOCKET NO. 08-AFC-7 1516 Ninth Street, MS-4 Sacramento, California 95814-5512 docket@energy.state.ca.us

For Service to All Other Parties

- Transmission via electronic mail to all email addresses on the Proof of Service list; and
- by depositing one paper copy with the United States Postal Service via first-class mail at Costa Mesa, California, with postage fees thereon fully prepaid and addressed as provided on the Proof of Service list to those addresses **NOT** marked "email preferred."

I further declare that transmission via electronic mail and U.S. Mail was consistent with the requirements of California Code of Regulations, title 20, sections 1209, 1209.5, and 1210.

I declare under penalty of perjury that the foregoing is true and correct. Executed on November 20, 2009, at Costa Mesa, California.

Paul Kihm