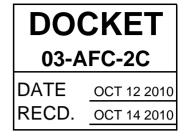
CALIFORNIA ENERGY COMMISSION 1516 NINTH STREET SACRAMENTO, CA 95814-5512



October 12, 2010



Ms. Barbara McBride Director of Environmental, Health and Safety Los Esteros Critical Energy Facility 4160 Dublin Blvd. Ste. 100 Dublin, CA 94568

SUBJECT: LOS ESTEROS CRITICAL ENERGY FACILITY (03-AFC-2C) APPROVAL OF FACILITY DESIGN GENERAL ARRANGMENT CHANGES

Dear Ms. McBride:

The Energy Commission's staff has reviewed your design change request dated October 6, 2010. Your request required facilities design staff to evaluate design changes for possible approval prior to the start of construction. Staff has determined that the changes in the facility design general arrangement document you submitted do not constitute a substantive change in design or performance requirements for the power plant.

No changes would be required to the Conditions of Certification in the Commission Decision. Therefore, it will not be necessary for you to file a petition for a project change under §1769 of the Commission's Siting Regulations. As set forth in the Commission Decision, the project will be built, and operated in conformance with the existing Conditions of Certification and most recent building code requirements.

You may not commence construction activities until all preconstruction Conditions of Certification have been approved; you have the required design plan approvals and secured all required permits. Additionally, we will require that you update the Facility Design Table 1: Major Structures and Equipment List in the GEN-2 Verification.

If you have any questions, do not hesitate to call me at (916) 653-0062.

JACK W. CASWELL Compliance Program Manager Siting, Transmission and Environmental Protection Division

cc: Mitch Weinberg, Director of Business