



**DOCKET**

**00-AFC-12C**

DATE May 13 2011

RECD. May 19 2011

May 13, 2011

Steve Goschke  
Plant Manager  
Dynergy Morro Bay, LLC  
1290 Embarcadero Road  
Morro Bay, CA 93442

Dear Mr. Goschke,

This letter is to confirm our receipt of a check for \$91,500 as mitigation for tank demolition at your plant (Reference Condition BIO-T-14 in Commission's Amended Order No. 05-0622-01 - Authorizing Demolition Of The Morro Bay Tank Farm, posted: June 23, 2005). Although we are in receipt of the check, the Estuary Program will only accept the funds permanently after an agreement between the California Energy Commission and the Estuary Program is signed that clearly outlines the requirements of the Estuary Program. The Estuary Program is currently in consultation with the California Energy Commission. If a suitable plan for expenditure is not reached, we will return your funds to you.

Thank you for thinking of our organization in your project planning. The Morro Bay National Estuary Program is a collaborative non-profit that brings together a variety of interest groups to protect and restore the Morro Bay Estuary and its watershed. Our successes in ecosystem-based management have been nationally recognized. Please, feel confident that your funds will be put to good use to restore dune habitats in our watershed.

Sincerely,

A handwritten signature in blue ink, appearing to read "Adrienne Harris". The signature is fluid and cursive, with a long horizontal stroke at the end.

Adrienne Harris  
Program Director

cc: Mary Dvas