



May 24, 2013

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VIA EMAIL

The Honorable Andrew McAllister, Presiding Member The Honorable Karen Douglas, Associate Member Siting Project Committee California Energy Commission 1516 Ninth Street Sacramento, CA 95814 California Energy Commission
DOCKETED
12-AFC-02
TN 70957

MAY 24 2013

Re: Huntington Beach Energy Project (Docket No. 12-AFC-02) Applicant's Status Report #3 (May 24, 2013)

Dear Commissioners:

Pursuant to the Committee's March 7, 2013 Revised Committee Scheduling Order, Applicant AES Southland Development, LLC submits this Status Report regarding the Application for Certification ("AFC") process for the Huntington Beach Energy Project ("HBEP").

I. STATUS SUMMARY, CURRENT ISSUES, AND ACTIVITIES

In Applicant's April 15, 2013 Status Report, Applicant reported the status of data requests and related workshops, and set forth a proposed schedule as of that date. Below, Applicant provides an update to each of those items.

A. Data Requests and Responses; Related Workshops

Since April 15, 2013, Applicant has received two additional sets of data requests from Commission Staff (Staff's Data Requests, Sets 4 and 5, (#104-106 and #107-109, respectively). On May 17, 2013, Applicant submitted responses to Staff's Data Requests, Set 4 (Air Quality) and Set 5 (Public Health). Commission Staff also informally requested Applicant to update KOP-5, KOP-4, and KOP-1 to reflect vegetation removal associated with construction of HBEP. Applicant is targeting submission of this information on or about May 31, 2013.

As noted in Applicant's April 15 Status Report, Applicant is required to provide a 1-hour nitrogen dioxide ("NO₂") national ambient air quality standard ("NAAQS") air dispersion modeling assessment to the District to demonstrate compliance with Prevention of Significant



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Deterioration regulations required under this pre-construction permitting program. This assessment requires the District to identify emission sources (not associated with the Applicant or HBEP) expected to cumulatively contribute to HBEP's 1-hour NO₂ impacts. The District has preliminarily identified the emission sources and is awaiting EPA approval of the modeling protocol before approving the Applicant's proposed cumulative impact assessment methodology. Once the District confirms that the modeling protocol is approved by EPA, Applicant anticipates submission of the required information to the District within approximately two weeks.

B. <u>Impediments to the Current AFC Schedule</u>

As reported in Applicant's prior Status Report, Applicant continues to work directly with the District to ensure timely responses to the District's inquiries for additional data and clarifications of same. The District has not yet issued a Preliminary Determination of Compliance ("PDOC"). Currently, Applicant expects the PDOC to be issued by mid-July 2013. As Applicant has previously noted, the PDOC is key to the publication of the PSA. However, Applicant understands it may be necessary for Staff to publish the PSA in two parts: Part A without the air quality section and Part B would include the air quality section after publication of the District's PDOC. If the Committee or Staff believes that publishing a two-part PSA would expedite the AFC proceeding, Applicant continues to support this course of action.

II. PROPOSED SCHEDULE

Applicant's proposed schedule is set forth below.

	Applicant's Proposed
Action	Schedule
Preliminary Determination of Compliance (PDOC)	07/12/2013
Preliminary Staff Assessment (PSA) Published	07/26/2013
PSA Workshop	08/12/2013
Comments on PSA	08/26/2013
Final Determination of Compliance (FDOC)	09/09/2013
Final Staff Assessment (FSA) Published	09/27/2013



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III. CONCLUSION

Applicant is committed to providing, to the extent feasible, information that will assist Staff with moving the HBEP AFC process toward publication of a PSA as soon as is practicable.

Respectfully submitted,

Melissa A. Foster

MAF:jmw

cc: Proof of Service List



BEFORE THE ENERGY RESOURCES CONSERVATION AND DEVELOPMENT COMMISSION OF THE STATE OF CALIFORNIA

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APPLICATION FOR CERTIFICATION FOR THE HUNTINGTON BEACH ENERGY PROJECT

Docket No. 12-AFC-02

PROOF OF SERVICE (Revised 03/26/2013)

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After docketing, the Docket Unit will provide a copy to the persons listed below. <u>Do not</u> send copies of documents to these persons unless specifically directed to do so.

ANDREW McALLISTER
Commissioner and Presiding Member

KAREN DOUGLAS Commissioner and Associate Member

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Patrick Saxton Adviser to Commissioner McAllister

Galen Lemei Adviser to Commissioner Douglas

Jennifer Nelson Adviser to Commissioner Douglas

Eileen Allen Commissioners' Technical Adviser for Facility Siting

DECLARATION OF SERVICE

I, Kimberly J. Hellwig, declare that on May 24, 2013, I served and filed copies of the attached **Applicant's Status Report #3 (May 24, 2013)**. This document is accompanied by the most recent Proof of Service, which I copied from the web page for this project at: http://www.energy.ca.gov/sitingcases/huntington_beach_energy/index.html.

The document has been sent to the other parties on the Service List above in the following manner:

(Check one)

For service to all other parties and filing with the Docket Unit at the Energy Commission:

×	I e-mailed the document to all e-mail addresses on the Service List above and personally delivered it deposited it in the US mail with first class postage to those parties noted above as "hard copy required"; OR

Instead of e-mailing the document, I personally delivered it or deposited it in the US mail with first class postage to all of the persons on the Service List for whom a mailing address is given.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct, and that I am over the age of 18 years.

Dated: May 24, 2013

KIMBERLY J. HELLWIG