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BUSINESS MEETING

BEFORE THE

CALIFORNIA ENERGY COMMISSION

In	the	Matter	of:
Bus	sines	ss Meet	ing

CALIFORNIA ENERGY COMMISSION

ART ROSENFELD HEARING ROOM

1516 NINTH STREET

SACRAMENTO, CALIFORNIA

TUESDAY, SEPTEMBER 22, 2015 9:39 A.M.

Reported by: Peter Petty

Commissioners Present

Robert Weisenmiller, Chairman Karen Douglas David Hochschild Andrew McAllister Janea Scott

Staff Present:

Rob Oglesby, Executive Director Kourtney Vaccaro, Chief Counsel Alana Mathews, Public Adviser Sean Pittard, Public Adviser's Office Tiffany Winter, Secretariat

,	Agenda Item
Paul Kramer, Assistant Chief Counsel Richard Ratliff, Senior Staff Counsel	1 1
Also Present	
Interested Parties (* Via Telephone)	
John McKinsey, Locke Lord, LLP	1
Jonathan Kendrick, Locke Lord, LLP	1
Robert Sarvey, Intervenor	1
*Robert Simpson, Intervenor	1
Public Comment	
*Nicholas Horres, San Diego APDC	1
*Terry Stewart, California Department of Fish and Wildlife	1

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- 2 SEPTEMBER 22, 2015 9:39 a.m.
- 3 CHAIRMAN WEISENMILLER: Let's start the meeting
- 4 now. Let's start with the Pledge of Allegiance.
- 5 (Whereupon, the Pledge of Allegiance was
- 6 recited in unison.)
- 7 CHAIRMAN WEISENMILLER: Good morning. Let's
- 8 start with the Carlsbad Energy Center Project Amendments.
- 9 Mr. Kramer.
- MR. KRAMER: Good morning, Commissioners, Chair
- 11 Weisenmiller. Before you today are basically three
- 12 petitioners and/or motions.
- One, first is Robert Sarvey's petition for
- 14 reconsideration filed on September 2nd.
- 15 Then, Robert Simpson's petition for
- 16 reconsideration and motion to reopen the evidentiary record
- 17 and restore his intervention rights, also filed on
- 18 September 2nd.
- 19 And then, finally, Mr. Simpson's motion to
- 20 reissue the notice of the Presiding Member's proposed
- 21 decision and reopen the evidentiary record to accept the
- 22 revised final determination of compliance from the Air
- 23 District. That was filed on September 11th.

- 1 I'll just note that under the rules your grant of
- 2 reconsideration is a discretionary decision. There's no
- 3 particular mandate that you have to grant it in any
- 4 particular circumstances.
- And, if you could put up the second page of that
- 6 .pdf? I just want to briefly review the rules about what
- 7 needs to be contained in a petition for reconsideration.
- 8 This is Section 1720 of our Commission regulations.
- 9 And it requires that a petitioner show either new
- 10 evidence that, despite the diligence of the petitioner,
- 11 could not have been produced during the evidentiary
- 12 hearings on the case or an error in fact, or change in law,
- 13 or error in law in the previously adopted order or
- 14 decision.
- 15 And then they are also required to fully explain
- 16 why the matters that they are presenting to you could not
- 17 have been considered during the evidentiary hearings. And
- 18 their view of the effect that that information would have
- 19 on a substantive element of the decision that you made.
- 20 I'll finally note that a little while ago today,
- 21 more for the purposes of convenience, I docketed two
- 22 proposed orders. One relating to Sarvey's petition, one
- 23 relating to Simpson's.
- You, of course -- they are simply a proposal and
- 25 a framework for your later discussions, should you decide

- 1 to adopt a motion today.
- 2 The reason for docketing them is so that people
- 3 who are outside the building can have access to them on
- 4 their computers and look along. And we also have copies in
- 5 the foyer, here, for people who would like to see those.
- 6 If we run out of copies, please let me know and I'll have
- 7 some more made.
- 8 With that, I'm not proposing to summarize the
- 9 positions of the parties. I think they can do that
- 10 themselves. And that's it for me.
- 11 CHAIRMAN WEISENMILLER: Okay, thank you. So,
- 12 what we're going to do is we're going to take up first Mr.
- 13 Sarvey's petition, filed on September 2nd. And then we'll
- 14 take up Mr. Simpson's petition, filed on September 2nd.
- 15 And then, finally, we will address Mr. Simpson's motion,
- 16 filed on September 11th.
- Before we start, let me just encourage everyone
- 18 to assume the Commissioners have read the pleadings in this
- 19 matter. And we ask each of you, therefore, to summarize
- 20 the arguments. You don't need to repeat everything that
- 21 has been briefed, but attempt to focus on and summarize the
- 22 key points that you'd like the Commissioners to consider.
- 23 So, with that, we'll start with Mr. Sarvey's
- 24 petition. And in terms of just laying out sort of the
- 25 sequence, so Mr. Sarvey will go first. And then I will

- 1 invite aligned parties to follow him, Mr. Simpson, the
- 2 Sierra Club, Terramar, Power of Vision. And then I'll ask
- 3 the Commission staff and the project owner to respond. And
- 4 then, finally, I will give Mr. Sarvey the final word.
- 5 And then we'll break from that discussion and go
- 6 to questions from the Commissioners and then we'll move on
- 7 to the next motion. And then, also, obviously, public
- 8 comment, excuse me.
- 9 So with that, Mr. Sarvey, do you want to start?
- 10 MR. SARVEY: Thank you, Commissioner. First of
- 11 all, the first issue that I raised was the installation of
- 12 the clutch technology. And I think that staff has now
- 13 admitted that they believe the clutch technology is
- 14 feasible for this project.
- And the clutch technology was raised over 60 days
- 16 before the adoption hearing by Mr. Simpson, where he
- 17 requested that the Commission consider that clutch
- 18 technology, and it was denied.
- 19 So, there was never an opportunity for us, as
- 20 Intervenors, to address this clutch issue except at the
- 21 PMPD hearing -- I mean, at the Business Meeting where the
- 22 decision was adopted.
- 23 And it's pretty clear from the transcript that
- 24 Commissioners felt that it was important that they did have
- 25 a record on the clutch technology and that in the future

- 1 they intended to address that in future siting proceedings.
- 2 And I don't see any reason why the Commission did
- 3 not consider it, considering that it was raised 60 days
- 4 before your decision on July 30th, and was brought forth to
- 5 you and rejected. And then, when it came to the Business
- 6 Meeting the committee sort of represented that that had
- 7 never come up in the proceeding. But, in fact, it had come
- 8 up 60 days before your July 30th decision.
- 9 And there was time to analyze it. It was
- 10 brought -- it was triggered by the fact that the committee,
- 11 themselves, docketed D-15-05-051, which was the PUC
- 12 decision requesting that SDG&E take a look at that clutch
- 13 technology issue.
- 14 And, therefore, we tried to make sure that the
- 15 project was fully ready for its power purchase agreement
- 16 and the project proponent wouldn't have to come back and
- 17 get another amendment. So, there's really no reason why
- 18 that shouldn't have been addressed in the proceeding.
- 19 And it's kind of left a bad taste in my mouth
- 20 that the committee represented that we hadn't raised that
- 21 before.
- So, I think that's something that needs to be
- 23 discussed some more. When I read the transcript from the
- 24 Business Meeting, it seems one of the Commissioners was
- 25 very concerned about it. I believe it's a threshold

- 1 environmental issue. I agree with that Commissioner.
- 2 So I think that reconsideration, we need to take a look at
- 3 that.
- 4 I attended an all-party meeting on May 19th,
- 5 which occurred approximately 45 days after the close of the
- 6 evidentiary hearing, where a representative from Carlsbad
- 7 Energy, Ms. Lisa Cottle, was the attorney for Carlsbad
- 8 Energy at this all-party meeting at the CPUC, attended by
- 9 all five CPUC Commissioners. Was directly asked by
- 10 Commissioner Sandoval, who organized the meeting, would
- 11 Carlsbad Energy have any consideration of building six
- 12 turbines or five. They flatly said five only, they had no
- 13 intentions of building six.
- 14 And there's no way I could have presented that at
- 15 the evidentiary hearing, since it didn't occur until 45
- 16 days afterwards.
- 17 As you know, my participation has been limited in
- 18 this proceeding and I've raised a number of issues. And I
- 19 understand my participation's been limited, but it's even
- 20 more of a slap in the face when my issues aren't addressed
- 21 in the final decision.
- 22 And the final decision just makes conclusory
- 23 statements. It doesn't cite the evidence that I bring
- 24 forward, particularly CAISO saying that the original
- 25 Carlsbad Energy Center, the combined cycle plant, was a

- 1 better plant for renewable integration and for the grid
- 2 operations than the ACECP.
- 3 And, I mean, there's numerous, numerous quotes
- 4 about a superior technology that the combined cycle plant
- 5 was. The decision doesn't even discuss it. It doesn't
- 6 mention it. It acts like it never happened. And that all
- 7 occurred in the 2007 proceeding.
- 8 And finally, it's my feeling that the override
- 9 findings aren't supported by substantial evidence in the
- 10 proceeding. And the most important part is the decision
- 11 that keeps inferring that somehow the electricity market
- 12 has changed and that a combined cycle project, a very
- 13 efficient one like the original CECP, is no longer
- 14 appropriate.
- But the fact is that Southern California Energy,
- 16 out of their 1,200 megawatts of natural gas-fired plants,
- 17 has chosen to have over 1,000 megawatts of that be combined
- 18 cycle. And I don't see anything in the market that says a
- 19 combined cycle CECP isn't the way to go.
- 20 And I think that that just conclusory statement
- 21 that the market has changed is not substantial evidence.
- 22 So, thank you.
- 23 CHAIRMAN WEISENMILLER: Thank you.
- So, let's go on to aligned parties. Mr. Simpson.
- Okay, let's -- let's see if he reconnects. And

- 1 while we're waiting, Sierra Club.
- Public Adviser, would you call him?
- I'll ask, Mr. Simpson, are you on the line?
- 4 Public Adviser, would you please call him and
- 5 help him get connected?
- 6 While we're waiting, let's again go through it.
- 7 Sierra Club? Terramar? Power of Vision? Any other
- 8 aligned party on the line?
- 9 Mr. Oglesby, could you get IT involved?
- 10 (Off-the-record discussion)
- 11 CHAIRMAN WEISENMILLER: Mr. Simpson, please go
- 12 ahead.
- MR. SIMPSON: Hello, can you hear me?
- 14 CHAIRMAN WEISENMILLER: Yes, we can.
- 15 MR. SIMPSON: Oh, good. I've tried to call in a
- 16 few times here, so I'm not sure where you're at in the
- 17 proceedings?
- 18 CHAIRMAN WEISENMILLER: Well, we're right at the
- 19 stage where Mr. Sarvey has presented his statement and I
- 20 was looking to the aligned parties, those who agree with
- 21 him, which I assume you are, to now speak. So, please go
- 22 ahead, about Mr. Sarvey's motion, or petition, excuse me.
- MR. SIMPSON: To Mr. Sarvey's motion or to speak
- 24 to my own?
- 25 CHAIRMAN WEISENMILLER: No, you're to speak

- 1 about -- you have an opportunity, if you want, to speak
- 2 about Mr. Sarvey's petition. We'll deal with yours next.
- 3 MR. SIMPSON: Sure. Mr. Sarvey's motion was
- 4 largely about the clutch technology which, at the Business
- 5 Meeting, the whole reason for rejecting the clutch
- 6 technology was that it hadn't been considered, hadn't been
- 7 raised before.
- 8 But I think you've got ample evidence that it had
- 9 been raised before.
- 10 But I was unable to raise this issue at the
- 11 Business Meeting because nobody turned my mic back on after
- 12 my first comment. So, I was unable to cross-examine the
- 13 first -- the witness. I was unable to respond. I just
- 14 wasn't called on again. So, I appreciate the opportunity
- 15 to be called on here.
- 16 I do have a question. On the agenda for this
- 17 meeting, I didn't see all of the filings on it and I'm not
- 18 sure if all of the filings had made it to the Commission?
- 19 CHAIRMAN WEISENMILLER: Mr. Kramer, can we
- 20 address that?
- 21 MR. KRAMER: Well, as I understand it, the
- 22 secretariat had provided you with copies of all the
- 23 documents that had been filed recently. That's different
- 24 than what Mr. Simpson would see on the agenda backup
- 25 materials on the website. Of course, it could be.

- 1 What we did there was we posted an index to all
- 2 of the filings as of, I believe it was about a week ago
- 3 Monday. And then, we also had a link in there to the
- 4 docket log so that people could go and look, to see
- 5 subsequently filed documents. So, I think everything is up
- 6 there. And as far as I know, you've seen all of it that's
- 7 relevant to today's proceeding.
- 8 Mr. Simpson did file some things yesterday, by
- 9 way of a complaint or a request for investigation. And
- 10 that's not before you today. So, if he's speaking about
- 11 those materials, it is quite possible you don't have those.
- 12 CHAIRMAN WEISENMILLER: Okay. But again, right
- 13 now we're dealing with Mr. Sarvey's petition. After we
- 14 finish discuss there, we'll deal with your petition and
- 15 then your motion, all in turn.
- 16 So, do you have any more comments on Mr. Sarvey's
- 17 petition.
- 18 MR. SIMPSON: Sure. When I looked at the
- 19 applicant's response of Mr. Sarvey's testimony, they
- 20 basically called him a liar, with no substantiation.
- 21 There's no testimony from the person that he indicated made
- 22 the statements that only five turbines are going to be
- 23 built. There's no -- it's just probably a factual issue,
- 24 it's a report of the PUC.
- 25 There's no substantive response to Mr. Sarvey's

- 1 petition or motion. And the fact is that the clutch
- 2 technology is available. It should have been considered,
- 3 but it wasn't considered because the Commission was led to
- 4 believe that it hadn't been raised.
- 5 So, unless there's some other basis for not
- 6 considering it, the issue should be considered. Thank you.
- 7 CHAIRMAN WEISENMILLER: Okay, fine. I think --
- 8 now, let's go again. Are there any of the other aligned
- 9 parties, Sierra Club, Power of Vision, Terramar on the
- 10 line, who wish to speak at this time?
- No, okay. So, now we will go to, basically,
- 12 Commission staff.
- MR. RATLIFF: Dick Ratliff, Staff Counsel.
- 14 Staff's position is that Mr. Sarvey's petition should be
- 15 denied. The first issue that was raised was with regard to
- 16 the clutch. And staff did not admit that the clutch is
- 17 feasible. Staff stated that the clutch is feasible.
- But with regard to that, there are four things
- 19 you should keep in mind. The PUC decision did not require
- 20 the clutch. It required that it be studied. We have no
- 21 results of that study.
- The ISO filed comments that it may not be useful.
- 23 Presumably, that would be included in any study.
- 24 The project proposal does not include the clutch.
- 25 And having a defined and stable project definition is, as

- 1 has been often observed by the petitioners, important in
- 2 terms of the integrity of the proceeding legally. So, a
- 3 change at this date might imperil the decision legally.
- 4 Fourth, if the clutch is a good decision and it
- 5 is something we want subsequently, it could be added by
- 6 amendment.
- 7 So, we think that with those things in mind, we
- 8 believe that you should not seize upon this issue as one to
- 9 reconsider.
- 10 Regarding the five turbines versus six turbines,
- 11 again the project definition is stable. The project is for
- 12 six turbines. To change the project at this point would
- 13 again imperil the integrity, legally, of the proceeding.
- 14 So, you don't, I believe, want to do that.
- Regarding the third issue that Mr. Sarvey raised
- 16 in his petition, the ISO's endorsement, back in 2010, of a
- 17 combined cycle project, that was, as I just suggested,
- 18 several years ago. And in the dynamic area of the world of
- 19 energy, that's a long time.
- Now, if the market, or the utility in question,
- 21 or the PUC believes that a simple-cycle project is
- 22 preferable because of the number of -- the amount of
- 23 intermittent electricity that will be generated, that
- 24 probably is a very important factor in the preferability of
- 25 the simple-cycle project that you have before you.

- 1 So again, we believe that these issues are either
- 2 distractions or ones that should not be considered under
- 3 reconsideration.
- 4 CHAIRMAN WEISENMILLER: Okay, thank you.
- 5 Applicant?
- 6 MR. MC KINSEY: Thank you. John McKinsey, Locke
- 7 Lord, we're counsel to the project owner, Carlsbad Energy
- 8 Center, LLC.
- 9 I'd like to address a couple of the points that
- 10 Mr. Sarvey raised. But I'll reiterate, as you noted, that
- 11 we have addressed these comments thoroughly in our brief
- 12 and I won't feel the need to repeat or go through all of
- 13 our arguments.
- 14 But I think the understanding about what the
- 15 parties did or didn't do during the proceeding is
- 16 worthwhile. And while two of the Commissioners, as
- 17 Committee members, were present through that proceeding,
- 18 the other Commissioners were not.
- 19 And so, I think there's been some
- 20 mischaracterization of how or when something was or could
- 21 have been brought up.
- 22 On the discussion of the clutch issue, the only
- 23 point where the clutch issue was ever raised -- it was not
- 24 brought forward, for instance, as a party at some point
- 25 during the proceeding where they proposed a design change,

- 1 or made comments on either the staff assessment, or at a
- 2 workshop, or on a decision saying I think that there's a
- 3 missing analysis here. I think that this should have been
- 4 considered an alternative technology. It should have been
- 5 evaluated.
- 6 There was no presentation of evidence by any
- 7 party as to the merits of a clutch, what it could
- 8 accomplish, what it could mitigate, what it could do. The
- 9 only -- and we noted this on page 4 of our brief, where
- 10 this word and this term came up, was when there was a
- 11 motion brought by Mr. Simpson, urging the Commission to
- 12 reject the PTA because the PUC decision had required a
- 13 clutch.
- 14 In other words, it was a mischaracterization of
- 15 the PUC decision, but it also was not an attempt to make
- 16 the clutch an issue, to bring it in. It was actually a
- 17 motion to reject.
- And the order denying that motion, by Mr.
- 19 Simpson, notes that the PUC decision wasn't characterized
- 20 correctly and that the PUC decision was not requiring that
- 21 clutches be installed, but it simply directed SDG&E to
- 22 evaluate the feasibility of clutches presumably in general,
- 23 not for any specific project.
- 24 And so, it was not something that was raised by
- 25 the parties, when it certainly could have been at any

- 1 point. During the entire proceedings somebody could have
- 2 said, similar to what you had raised, Commissioner
- 3 Hochschild, I think this is a very good idea. I think it
- 4 needs to be evaluated and analyzed.
- 5 And as Mr. Ratliff has noted, the only way to
- 6 evaluate something like this is to have all the parties
- 7 present evidence and information. And there simply is not
- 8 and has not been still, to this point, a data adequacy
- 9 requirement, for instance, that would require clutches as
- 10 part of the alternates that should be evaluated in design.
- 11 And the project owner never proposed clutches in this
- 12 design. And so, it's not an issue that was raised during
- 13 the proceeding that's the basis for reconsideration.
- 14 On the capacity of the project and whether it's
- 15 five or six units, and the project owner's position
- 16 throughout the proceeding has been very consistent that the
- 17 project remains unchanged. And that the procurement
- 18 document is simply a procurement for five of the six
- 19 turbines' output. And that it doesn't eliminate the sixth
- 20 turbine and that the project owner remains committed to all
- 21 six.
- The testimony, if you want to call it that, but
- 23 the proposed evidence that is Mr. Sarvey's recollection of
- 24 what occurred at a workshop, and suggests that counsel for
- 25 the project owner stated emphatically that there will not

- 1 be a sixth unit, that only five is going to be built, is
- 2 simply Mr. Sarvey's understanding or recollection of what
- 3 was said and is not the project owner's understanding. It
- 4 was not the project owner's instructions to that counsel
- 5 and -- and has no recollection that that was how it was
- 6 worded. There is no transcript of that setting.
- 7 But more importantly, I think it's relevant to
- 8 understand the timing component to this. Though this
- 9 occurred, that workshop occurred after the evidentiary
- 10 hearings, there was still ample opportunity for Mr. Sarvey
- 11 to have raised this in the setting.
- Mr. Sarvey could have raised this as comments on
- 13 the PMPD, could have put forth the wonderful declaration
- 14 that he prepared after the decision to say, here's what I
- 15 heard. And might have then elicited an interesting
- 16 discussion about whether what he was raising was relevant,
- 17 anyway.
- Because again, as the decision notes and as the
- 19 committee noted during the proceeding, the question of
- 20 procurement at a PUC setting is different than the question
- 21 of the environmental permit that's being granted to a
- 22 party. And what NRG and what the project owner, Carlsbad
- 23 Energy Center, LLC, is authorized to build is a six-unit
- 24 project. And the project owner has repeatedly, in this
- 25 proceeding, indicated that that was what they continued to

- 1 do and that the project design had not changed.
- 2 So, I think the timing component here is again,
- 3 as Mr. Ratliff noted, something that doesn't appear to be
- 4 the grounds for reconsideration of decision by the
- 5 Commission.
- And I'll note, finally, that we disagree and we
- 7 stated in our pleadings almost all the other points that
- 8 Mr. Sarvey raised orally just now.
- 9 And I'll give one more example. The statement
- 10 that the override findings are not supported, it's simply
- 11 incorrect. In the decision there is very clear evidentiary
- 12 support for override findings, including a listing of the
- 13 substantial benefits being provided. And so, it's simply
- 14 an incorrect statement.
- And I think, like most of those, our comments and
- 16 staff's comments demonstrate that. Thank you.
- 17 CHAIRMAN WEISENMILLER: Thank you.
- Okay, Mr. Sarvey, this is your chance to respond.
- 19 MR. SARVEY: Thank you. Well, first, I want to
- 20 respond to the proposed order denying my petition for
- 21 reconsideration, since it was handed to me about two
- 22 minutes before we started this hearing.
- 23 And the proposed order says, in a couple of
- 24 places, that I could have somehow presented this evidence
- 25 during the evidentiary hearing. Well, the statement by the

- 1 applicant's attorney at the PUC was on May 19th, so that
- 2 was after the hearing. So, I had no opportunity to provide
- 3 any evidence. Had I tried, there would have been
- 4 objections, what have you.
- As the statute says, you provide, you know,
- 6 evidence that could not have been provided at the
- 7 evidentiary hearing and there's no way I could have done
- 8 that.
- 9 And it's also the same with the clutch
- 10 technology. I couldn't have presented that evidence,
- 11 either, because we were actually warned at the evidentiary
- 12 hearing not to talk about proposed decisions. Commissioner
- 13 McAllister, he directed us, unless it's a final decision he
- 14 did not want to discuss it.
- 15 And then the committee docketed that decision on
- 16 June 2nd. It then became an issue because now the PUC's
- 17 asking someone, anyone to figure out whether this clutch
- 18 technology could be useful. And the only place that could
- 19 happen is here.
- 20 So, I just wanted to address those two points on
- 21 the committee's order.
- 22 And as far as the applicant saying that I somehow
- 23 maybe misstated what was said at the hearings, at the PUC,
- 24 at the all-party meeting, the applicant surely could have
- 25 brought Lisa Cottle in, or someone, and cleared that up for

- 1 us under oath. But that's never happened.
- 2 All we have -- we have nothing under oath that
- 3 this thing is going to be six turbines. And it's only
- 4 going to be five, let's not fool ourselves. I mean, if
- 5 we're just going to approve any project, why didn't we just
- 6 let them build under the old license? This thing's going
- 7 to be five turbines, it's not going to be six, no way.
- 8 So, the applicant mentioned that I should have
- 9 submitted this statement under my PMPD comments. I don't
- 10 see any mechanism in the rules and regulations that would
- 11 allow me to submit any kind of evidence outside the
- 12 evidentiary hearing or during the reconsideration. I'm not
- 13 a lawyer, maybe I don't understand your rules, but that's
- 14 the way I see it.
- And then, finally, it was mentioned that the PUC
- 16 would have told us if they wanted a combined cycle project.
- 17 But if you read the D-15-05-051, the CPUC clearly defers to
- 18 the Energy Commission to make that decision of what's the
- 19 appropriate technology here.
- 20 Unfortunately, the Energy Commission is not -- is
- 21 just taking the project description and not looking at what
- 22 the best technology is. I mean, it's clear that the
- 23 original combined cycle project, under the staff's analysis
- 24 and also in practice, there's two projects that are
- 25 operating in practice. One's a five-turbine LMS-100. NRG

- 1 owns that. There's a combined cycle, just like the
- 2 original CEC project.
- 3 And they're performing at a much, much better GHG
- 4 emission rate. And to me, the Commission has an obligation
- 5 not just to take what the applicant is providing us, this
- 6 is what we're going to build, but they have an obligation
- 7 to look at other technology and say, hey, is this better?
- 8 And in this case we had a record for both
- 9 technologies. And it was clear that the original combined
- 10 cycle emitted less GHG emissions, less criteria pollutant
- 11 emissions. It was more efficient in all ways.
- 12 The only reason that was stated that it was not
- 13 being considered because of the applicant's project
- 14 objectives and that the market had changed, where there's
- 15 no explanation of where the market had changed. And I
- 16 still haven't heard that. So, I don't see any reason why
- 17 you shouldn't grant this reconsideration. Thank you.
- 18 CHAIRMAN WEISENMILLER: Thank you.
- 19 Let's go to public comment. We have a number of
- 20 cards here, some of whom I think are dealing with
- 21 subsequent issues. So, but just to double check, NRG, do
- 22 you have public -- oh, I see, NRG has testified as the
- 23 application so, no.
- So, that leaves the APCD. Your comment may be
- 25 more relevant to the next item.

- 1 MR. HORRES: I have no comment on this.
- 2 CHAIRMAN WEISENMILLER: Okay, thank you.
- 3 So, there are no public comment on this issue.
- 4 Okay, and I believe the same on -- we also have the
- 5 Department of Fish and Game, and my presumption -- or Fish
- 6 and Wildlife. My presumption is they're on the next
- 7 motion.
- 8 So, with that, I believe we've finished public
- 9 comment. And at this stage I'll ask for questions from the
- 10 Commissioners.
- 11 What we will do after this discussion is we will
- 12 put this matter under submission and deliberate in closed
- 13 session. But if you have any questions at this time?
- 14 COMMISSIONER SCOTT: No questions.
- 15 COMMISSIONER HOCHSCHILD: Just one question for
- 16 Mr. Ratliff. You said the clutch could be added by
- 17 amendment. And I'm a little bit confused by that because
- 18 the whole point, as I understand with the clutch is you
- 19 have to -- you know, it gets built into the original
- 20 project. It's not something you can retrofit in
- 21 subsequently. That's what a synchronized condenser is.
- So, when you were suggesting that, were you
- 23 suggesting sort of an amendment that's immediately filed?
- 24 Because they're going to ideally get going on this pretty
- 25 quickly. So, I'm just trying to understand your point.

- 1 MR. RATLIFF: Well, Commissioner, I have the
- 2 feeling you may know a lot more about this than I do. But
- 3 my understanding was that this is something that can be
- 4 retrofitted into an existing project. But if not, then I'd
- 5 have to concede to an engineer on that point so --
- 6 COMMISSIONER DOUGLAS: I think, Commissioner
- 7 Hochschild, what I understood was that if there were an
- 8 amendment before a project is built, then that would be
- 9 possible. But I think afterwards, after the project's
- 10 built there would be a different approach.
- 11 CHAIRMAN WEISENMILLER: Any other questions?
- Okay, so thank you, Mr. Sarvey.
- So, Mr. Simpson, we're going to go on to your
- 14 petition filed on September 2nd. The same sequence, where
- 15 you're going to do opening argument. We'll go through
- 16 aligned parties and then allow response, and then you have
- 17 final word. And then public comment, obviously.
- 18 So, go ahead.
- 19 MR. SIMPSON: All right. First, I'd like to
- 20 start with public comment on the last issue. I didn't have
- 21 an opportunity to say it and otherwise say so, and I'd like
- 22 to comment.
- 23 We raised the issue of the clutch technology with
- 24 adequate specificity for the Commission to do an analysis.
- 25 It's not for the intervenors to be doing the whole job for

- 1 the Commission.
- I raised this issue in my motion to deny. I also
- 3 raised the point of the PUC's decision and it states, "In
- 4 an effort to balance the liability risks with the public
- 5 interests in achieving our clean energy goals, we will
- 6 condition approval of the Carlsbad PPTA on a reduction of
- 7 the capacity from 600 megawatts to 500 megawatts.
- 8 So, these are issues that were raised with
- 9 adequate specificity for the Commission to consider it, but
- 10 that didn't occur.
- 11 This override finding that was discussed, the
- 12 Commission rules 1714, there should have been a certificate
- 13 of public convenience for that. And that certificate,
- 14 1714, requires the CEC to notify the PUC and get the PUC's
- 15 opinion on that. But that didn't occur.
- 16 So, you're just skipping the rules and the
- 17 evidence that's before you.
- 18 CHAIRMAN WEISENMILLER: Well, thank you. But
- 19 you've had a chance to argue before. You didn't have to
- 20 wait for public comment. You know, you had the chance to
- 21 discuss it before.
- Let's just move on and address your petition.
- 23 And again, just lay out the high points of the arguments
- 24 you want us to consider in your petition.
- MR. SIMPSON: No, I didn't have a chance to do

- 1 public comment before because my mic was turned off. So, I
- 2 was making my public comments at this time, thank you.
- 3 CHAIRMAN WEISENMILLER: But, you know, you didn't
- 4 need to wait for public comment. You had the chance after
- Mr. Sarvey to address. Yeah, you talked. So, let's go on 5
- 6 to your motion.
- 7 MR. SIMPSON: And that's the motion for
- 8 reconsideration?
- 9 CHAIRMAN WEISENMILLER: Actually, excuse me, I'm
- 10 referring to your petition filed on September 2nd.
- 11 MR. SIMPSON: Okay, you said motion, so I'm not
- 12 sure what you're referring to.
- 13 CHAIRMAN WEISENMILLER: No, I misspoke.
- 14 MR. SIMPSON: Okay. So, I'll address the
- 15 petition now, and the motion at another time?
- 16 CHAIRMAN WEISENMILLER: That's correct.
- 17 MR. SIMPSON: Is that how you want me to proceed?
- 18 CHAIRMAN WEISENMILLER: That's correct.
- 19 MR. SIMPSON: Okay. You know, the real crux of
- 20 this reconsideration was that despite my diligence in
- 21 raising these issues, the Commission has continued to defer
- 22 consideration of the effects on biological resources.
- 23 continued to defer this issue of the effects of the thermal
- 24 plumes on avian species.
- 25 In the evidentiary record, you're going to have a

- 1 80-mile-an-hour updraft, 800 degrees. And the diameter of
- 2 that plume, it's a 170-foot diameter plume which is well
- 3 into the protected habitat. And there's been no analysis
- 4 of the impact.
- 5 There's been no analysis of the impact of the new
- 6 web of high-voltage wires that are planned to bank the --
- 7 or bisects the dwellings. There's been no analysis of the
- 8 light impacts and there's been no explanation of how the
- 9 noise will be 72 decibels at the nearest projector, which
- 10 is 400 feet away.
- 11 But somehow, the noise will be less than 50
- 12 decibels from the lagoon which is 100 feet away. There's
- 13 been nothing that says what the noise in the lagoon is
- 14 going to be. It's magically going to be less than the
- 15 noise on the other side of the lagoon, which it's just
- 16 defies logic.
- 17 So, the staff biologists that testified at the
- 18 last meeting, said, yes, this 50 decibel level is -- what
- 19 your record says, but the noise would be 72 decibels at 400
- 20 feet from the project. Which is 300 feet into the lagoon.
- 21 So, it just doesn't add up and everyone seems to
- 22 refuse to look at that.
- 23 So, without repeating the whole petition,
- 24 that's -- no one objects to Dr. Longcore's response to the
- 25 assertion that you need to research -- reached his

- 1 conclusion. That the Commission use Dr. Longcore's
- 2 research to reach the conclusion that this project isn't
- 3 safe. Dr. Longcore repeated that and nobody's responded to
- 4 that. Nobody said, oh, that's not what we meant.
- 5 So, all this has happened since the evidentiary
- 6 hearing and the Commission can continue to ignore it, but
- 7 everybody's not going to continue to ignore it. Thank you.
- 8 CHAIRMAN WEISENMILLER: Okay. Mr. Sarvey, would
- 9 you like to speak on his petition?
- MR. SARVEY: First, I need a little procedural
- 11 guidance here. I've not been approved to discuss biology
- 12 in this proceeding. And I don't know if that was limited
- 13 to the evidentiary hearing, the PMPD comments? There was
- 14 never any quidance given there, so it's fairly confusing on
- 15 what my role is right here.
- 16 But I read Dr. Longcore's letter and it does
- 17 concern me. And I believe that the Commission should
- 18 address the issue.
- 19 There's a substantial amount of wildlife right
- 20 next to that project, in the lagoon. And there's even
- 21 wildlife that's been seen nesting in the -- in the tanks
- 22 that are being demolished. That's in the construction or
- 23 the compliance, monthly compliance reports.
- 24 And staff says that there's no species at all on
- 25 the property. So, I feel that's a pretty weak excuse for

- 1 not looking at the issues that he's raising. And also, you
- 2 have Dr. Longcore's letter in there. I think that's
- 3 something that should be taken a look at by staff's
- 4 biologists and addressed. Thank you.
- 5 CHAIRMAN WEISENMILLER: Okay, thank you.
- So, in terms of any other of the aligned parties,
- 7 Sierra Club, Terramar or Power of Vision? Okay, I believe
- 8 they're not on the line.
- 9 So, let's go to the Commission staff.
- 10 MR. RATLIFF: The Commission staff believes that
- 11 the substantive issues raised by Mr. Sarvey's petition have
- 12 absolutely no merit. They were all raised during the
- 13 proceeding and considered during the proceeding.
- I think enough said. I'm sorry, Mr. Sarvey
- 15 corrects me, we're discussing Mr. Simpson's petition.
- 16 CHAIRMAN WEISENMILLER: Okay, thank you. Thanks
- 17 for the correction.
- Okay, applicant?
- 19 MR. MC KINSEY: The project owner essentially
- 20 agrees with staff that I think we've responded to most of
- 21 the issues.
- I will note that in our filing we did not
- 23 directly address the substance of the accusation of avian
- 24 impacts from thermal plumes. But it is in the record.
- 25 There was testimony and evidence and it was analyzed.

- I wanted to say one other thing, which I think
- 2 would be really useful in understanding some of the
- 3 comments that Mr. Simpson made about no analysis. And I
- 4 don't agree that there was no analysis. But one of the
- 5 things that the committee pointed out to the parties, at
- 6 the beginning, was some instruction on what was occurring.
- 7 And it's a little easy to lose track of the big picture
- 8 when you're dealing with petitions to amend that undergo
- 9 long, and thorough, and careful analysis.
- 10 You begin to think of them as an entirely brand-
- 11 new project, but this wasn't. This was two petitions to
- 12 amend that were going to modify and, from the project
- 13 owner's perspective, certainly significantly improve what
- 14 was already an approved project that had been found to meet
- 15 all LORS, and not have any significant adverse impacts.
- 16 And three big changes were accomplished by the
- 17 Commission's approval of these petitions to amend that we
- 18 can lose track of, the elimination of once-through cooling
- 19 and the elimination of the operation of all the units in
- 20 Encina Power Station. And then, the removal of that large
- 21 generator building, the exhaust stack and all the related
- 22 equipment that is much closer to the lagoon, and much
- 23 closer to the ocean front.
- 24 And third, the conversion to simple-cycle
- 25 technology, from combined-cycle technology, which

- 1 facilitates better integration with renewable energy, such
- 2 as solar and wind.
- And so, this was a petition to amend, modifying
- 4 what was already an existing approved project. And so the
- 5 question becomes one of what is being changed and how could
- 6 that affect the already approved envelope of the project?
- 7 And without a doubt, when we speak of most of the
- 8 potential for effects of biology, the project's footprint
- 9 didn't expand into an area that was not already part of the
- 10 project site. And the project overall became less visible
- 11 and improved substantially.
- 12 And so, there was no obligation to recreate all
- 13 of that analysis, even though in many cases we did and we
- 14 were very thorough in that regard.
- But it's that bigger picture that should be
- 16 understood here, that this project has really already been
- 17 approved once and now it was undergoing a change in certain
- 18 circumstances, most of which were improvements. And,
- 19 certainly, we ran into some new things to think about, some
- 20 new rules. But the committee did its job very well of
- 21 keeping the parties focused.
- 22 And I was also going to note that just as Mr.
- 23 Sarvey, both Mr. Simpson and Sarvey's participation was
- 24 limited in this proceeding, as you know, because they
- 25 challenged that before you as a Commission, to non-include

- 1 biology. But I don't think we have an issue with somebody
- 2 wanting to raise an issue, whether they do it as a member
- 3 of the public or as a party.
- And so, we're not trying to skirt around the
- 5 discussion of biology today because, again, we're not the
- 6 slightest bit concerned about the merits of the decision,
- 7 and the quality of the project, and its harmony to the
- 8 lagoon and the existing environment, and all the
- 9 substantial benefits that this project will now bring,
- 10 thanks to the Commission's approval of the petitions to
- 11 amend, to this community.
- 12 CHAIRMAN WEISENMILLER: Okay. Mr. Simpson, it's
- 13 your chance to respond, on the topic of the petition, to
- 14 the arguments.
- MR. SIMPSON: Thank you. I understand. I
- 16 understand that this was an amendment of a previously-
- 17 approved project and each of the issues that I've raised
- 18 are pertaining to the changes.
- 19 Instead of two stacks, there are six stacks. The
- 20 two stacks were relatively low velocity. The six stacks
- 21 have twice the velocity and a much greater area of impact.
- 22 And I think it's a factor of ten, the plume diameter.
- Now, this plume diameter and velocity is adequate
- 24 to cause a closure of the air space above the projects.
- 25 So, in a coastal zone, that's a public issue, you can't

- 1 just close the air space to emergency access, to
- 2 lifeguards, to helicopters.
- 3 And it's not just that this air space is closed,
- 4 but the city hasn't even required the applicant to get FAA
- 5 approval for this closure until after the project is built.
- 6 So, what if the FAA says no, you can't close the air space
- 7 here? Then you've got this project built and you can't
- 8 operate it because nobody bothered to get FAA approval
- 9 before it was built.
- 10 It's absurd to build a big project without
- 11 knowing if they'll be able to operate in the air space
- 12 that's provided.
- 13 The north turbine is in a different location. It
- 14 has a glittering effect on the habitat. There's a new
- 15 cluster of high-voltage wires next to that habitat. And
- 16 none of these impacts have been adequately considered.
- I mean, I think it's -- the idea must be that if
- 18 it gets built, the FAA's going to have to approve the
- 19 closure of the air space. But I don't see it being the way
- 20 to go. I don't see the impact of six turbines, with double
- 21 the velocity, higher temperature stacks as the same as two
- 22 lower velocity stacks that probably wouldn't even require
- 23 closing the air space. The impact on them is up to about a
- 24 thousand feet. And the same impact on these turbines is
- 25 2,200 feet.

- 1 So, these issues have not been adequately
- 2 considered. They've been brushed over as if they were
- 3 considered in the original proceeding. But there's no way
- 4 any of these issues that I've raised were considered in the
- 5 original proceeding or considered even in the amendment.
- I think it's --
- 7 CHAIRMAN WEISENMILLER: Okay.
- 8 MR. SIMPSON: I'm done.
- 9 CHAIRMAN WEISENMILLER: Are you done?
- 10 Yeah, well, we had some issues. The court
- 11 reporter's having some difficulty understanding you. The
- 12 presumption is you're calling from a cell, instead of a
- 13 land line.
- 14 But at this stage, let's turn the attention to --
- 15 I think we have, again, public comments which will deal not
- 16 with your petition, but your motion.
- And I'm going to turn to the Commissioners and
- 18 see if you have questions? Does anyone have questions?
- 19 MS. VACCARO: Excuse me, Chair Weisenmiller.
- 20 Before you move forward, I want to be clear what's before
- 21 us right now is a combined petition and motion. And then
- 22 Mr. Simpson also has a motion, which will be the third item
- 23 that hasn't been taken up, yet.
- I think there were some public commenters on the
- 25 line that might wish to speak on this item, as well,

- 1 potentially, on the third item.
- 2 CHAIRMAN WEISENMILLER: Okay, so we can turn to
- 3 them. I was getting -- before we transition, let's go to
- 4 the public comment. And then, again, we'll take the matter
- 5 under submission.
- 6 So, I was going to ask for -- if there have
- 7 public comment on these issues from the APCD?
- 8 MR. HORRES: The APCD, I don't think we have any
- 9 comments on what was just discussed.
- 10 CHAIRMAN WEISENMILLER: Okay. And Terry Stewart,
- 11 Department of Fish and Game -- Fish and Wildlife, excuse
- $12 \, \text{me.}$
- MS. STEWART: Yes, hello. Can you hear me?
- 14 CHAIRMAN WEISENMILLER: Please. Yes, we can.
- 15 MS. STEWART: Hi. So, we were just asked
- 16 yesterday to listen in on the call. And I think my
- 17 understanding of the project is that we were not provided
- 18 an initial copy of the document. And we have been asked to
- 19 look at the situation and see whether or not we would have
- 20 reviewed and sent in a comment letter.
- 21 Generally, when we get a document what we do is
- 22 we kind of triage what's going on. And we look to see if
- 23 the project is within a sensitive biological area. This
- 24 is. It's close to Aqua Hedionda Lagoon. We have an
- 25 ecological reserve on the east end of Agua Hedionda Lagoon.

- 1 We do have listed species in the area.
- We would look at that and try to, you know,
- 3 define whether or not project impacts would be detrimental.
- 4 So, since this is an existing power plant, the
- 5 modifications seem to be improvements over the approved
- 6 projects, and the footprint did not expand, we would
- 7 definitely have reviewed the document. But I'm not sure, I
- 8 cannot confirm that we wouldn't have provided comments or
- 9 not at this stage.
- Generally, we would look at the document and
- 11 provide some sort of a comment letter.
- 12 CHAIRMAN WEISENMILLER: Okay, thank you.
- MS. STEWART: Uh-hum.
- 14 CHAIRMAN WEISENMILLER: Let's -- we may circle
- 15 back to this issue so, please, both of you stay on the
- 16 line.
- We also now have Mr. Simpson's motion, filed on
- 18 September 11th, 2015. And this motion is essentially a
- 19 motion for reconsideration. All petitions or motions for
- 20 reconsideration were due by September 2nd, 2015. This is
- 21 not really close. And because it was filed on September
- 22 11, 2015, the motion is untimely.
- 23 I recommend the Commission decline to hear
- 24 argument on it or otherwise decide its merits.
- 25 Commissioner Douglas?

- 1 COMMISSIONER DOUGLAS: I just -- you know, I
- 2 agree and believe it's untimely. I just wanted to also
- 3 make the point that the revised final determination of
- 4 compliance that Mr. Simpson seeks to introduce is in the
- 5 docket, and the changes it made were incorporated into the
- 6 record by way of staff's air quality errata.
- 7 So, you know, we have the Air District on the
- 8 phone and I would really appreciate hearing from the Air
- 9 District.
- 10 But the Air District, in a docketed e-mail, on
- 11 September 15th, spoke to this issue. My understanding is
- 12 that the changes that -- the FDOC has been incorporated and
- 13 the FDOC's in the docket.
- 14 But Mr. Horres, if you're still on the phone, it
- 15 would be great to hear from you on this.
- 16 MR. HORRES: Hello, this is Nick Horres. Yes, so
- 17 just confirming what we stated in that e-mail, we didn't
- 18 issue a revised FDOC, other than the one that had been
- 19 previously docketed and the staff had considered.
- 20 The only thing that we issued was a revised
- 21 notice of issuance, which was correcting what was basically
- 22 a typo in one section of the notice, where it had described
- 23 the approved project as being combined cycle.
- 24 However, in the detailed equipment description
- 25 and throughout the FDOC, it's correctly stated as being a

- 1 simple-cycle project that we're evaluating.
- 2 COMMISSIONER DOUGLAS: Thank you. I think that's
- 3 the only question I have on this.
- 4 Oh, and let's just ask Terry Stewart, from CDFW,
- 5 do you have any additional comments beyond what you just
- 6 said?
- 7 MS. STEWART: No, that's really it right now,
- 8 thank you.
- 9 COMMISSIONER DOUGLAS: Thank you.
- 10 CHAIRMAN WEISENMILLER: Any public comment?
- 11 Please, Mr. Sarvey and Mr. Simpson.
- MR. SARVEY: Yeah, I'd like to make a public
- 13 comment if I could, please?
- 14 CHAIRMAN WEISENMILLER: Sure.
- MR. SARVEY: Whether Mr. Simpson's motion is
- 16 untimely or not, you heard Fish and Game say they didn't
- 17 receive the document. And the Commission's regulations,
- 18 Section 1748, requires at least 14 days before the start of
- 19 evidentiary hearings that Commission staff is supposed to
- 20 distribute the final staff assessment to interested
- 21 agencies.
- 22 And then, Section 1749 of the Commission's rules
- 23 of practice and procedure require the presiding member
- 24 proposed decision to be published within 15 days,
- 25 distributed to interested agencies, parties, and to any

- 1 person who requests a copy.
- Well, the Commission did not meet these
- 3 requirements of their rules of practice and procedure.
- 4 And, you know, there's really no excuse not to reissue
- 5 these documents.
- 6 Obviously, we can't go back and reissue the FSA.
- 7 But we can reissue the PMPD and let Fish and Game have
- 8 their time that they need to look it over and make their
- 9 recommendations.
- 10 And I think it would be abuse of discretion if
- 11 the Commission violated their own procedures and did not
- 12 allow Fish and Game to comment on this PMPD.
- 13 And unless you're trying to insist that Fish and
- 14 Game isn't an interested agency, and I wouldn't think that
- 15 you would try to say that.
- So, along with that, your guidelines of your
- 17 certified regulatory program, Section 15251, under those
- 18 guidelines you must consult trustee agencies in the process
- 19 of preparing an EIR substitute. And that's been challenged
- 20 in court. And when you don't follow your own procedures,
- 21 you need to go back and do it. And that's why I think the
- 22 motion should be granted.
- 23 CHAIRMAN WEISENMILLER: Mr. Simpson, please, do
- 24 you want to comment on this?
- 25 MR. SIMPSON: Now, is this my opportunity to

- 1 present on my motion?
- 2 CHAIRMAN WEISENMILLER: No, this is your -- I
- 3 have tentatively, you know, said you were late. Now, this
- 4 is your opportunity to respond to that and provide your
- 5 argument. Just as, again, Mr. Sarvey. I will then turn to
- 6 the staff and the applicant to give them a chance.
- 7 But please, go ahead.
- 8 MR. SIMPSON: Okay, so this is my opportunity to
- 9 speak to my motion, is that what you said?
- 10 CHAIRMAN WEISENMILLER: That's correct.
- 11 MR. SIMPSON: The issue of notification to the
- 12 California Department of Fish and Wildlife was clearly
- 13 raised in my original petition, on page 11. And I also
- 14 pointed out on page 11 that you told every other agency
- 15 that there would be no changes to the transmission lines.
- 16 And then the project proceeded with a bunch of changes to
- 17 the transmission lines.
- 18 So, 1714 of your rulings states that "The
- 19 Executive Director shall transmit a copy of the notice of
- 20 application to California Department of Fish and Game".
- Now, I think it's significant it says this
- 22 responsibility is laid on the Executive Director. It
- 23 doesn't lay this responsibility on staff or someone else.
- 24 And I think that's an important distinction. This notice,
- 25 coming from the Executive Director, has a different level

- 1 of weight to it, when it's given, when it's presenting to
- 2 Fish and Game, Fish and Wildlife, or any agency.
- 3 So, an e-mail from some staff member, in 2014,
- 4 that doesn't address any of the issues in 1714, what 1714
- 5 also says, "The Executive Director shall request analysis,
- 6 comments and recommendations from these agencies".
- 7 And each level of this proceeding Fish and Game
- 8 is obviously an interested agency and they're plainly
- 9 identified in 1714. Thereafter, they're identified as
- 10 these agencies.
- 11 At which point you would both give them a copy of
- 12 the preliminary staff assessment, the final staff
- 13 assessment, the PMPD, and the decision. And each of those
- 14 rules, whether you decide to determine this motion is not
- 15 timely, it's merely a clarification of what's in the
- 16 original petition.
- 17 So, Fish and Wildlife has clearly said that they
- 18 were not involved in this process and the rules clearly say
- 19 that they're supposed to be.
- Now, Fish and Wildlife, Fish and Game, everyone's
- 21 missing a copy of the 15-day notice that is under the
- 22 Endangered Species Act. Well, the burden then is simple,
- 23 you didn't let them participate.
- So, I don't know how you're going to court and
- 25 you're going to tell the judge that, well, yeah, we were

- 1 supposed to let these resource agencies participate but,
- 2 yeah, we decided not to. And we had another chance at it
- 3 and we decided not to.
- 4 And at the applicant's recommendation, I filed a
- 5 complaint and a request for investigation of this issue.
- 6 So, it's going to come up again and it's going to be
- 7 squarely in that. This is a valid complaint that you
- 8 haven't allowed these people to participate, and the rules
- 9 are saying you're supposed to.
- 10 So, whether it's contained in this petition for
- 11 reconsideration, the motion or this next complaint of
- 12 investigation, or before the courts at some point, you're
- 13 probably going to want to let Fish and Game have a look at
- 14 this thing.
- 15 CHAIRMAN WEISENMILLER: Okay. Well, thank you.
- 16 I mean, the reason why I asked Fish and Game under the
- 17 petition was because it was also in there.
- 18 So, with that, let's go on to staff's comment on
- 19 this issue.
- 20 MR. RATLIFF: I'd like to point out, as did Mr.
- 21 McKinsey earlier, that this has been a long proceeding
- 22 inasmuch as there was a five-year proceeding that had to do
- 23 with the original licensing of the project.
- 24 And Fish and Game did provide comments and
- 25 participate in that proceeding. Did not seem to be

- 1 particularly interested in the issues, biologically, in
- 2 that proceeding or alarmed by anything about the proposed
- 3 project that was originally licensed.
- 4 The Department did also receive the original
- 5 petition for amendment on the project before you now, more
- 6 recently, but has not participated in the proceeding. And,
- 7 apparently, did not receive the PMPD as required by the
- 8 regulation.
- 9 So, in my view, this probably fell off -- there
- 10 seems to me to be a likelihood that this may have fallen
- 11 off the bottom of the page in terms of the interest level
- 12 at that agency but -- and I don't believe that this
- 13 omission is one of a great magnitude.
- 14 But I think in terms of being extremely cautious,
- 15 the Commission may want to consider crafting its final
- 16 order on the petitions for reconsideration in a manner
- 17 which allows the Department time to comment on the PMPD, if
- 18 they wish to.
- 19 CHAIRMAN WEISENMILLER: Okay, applicant.
- 20 MR. MC KINSEY: We respectfully disagree that
- 21 this is an omission. And I think we set forth our argument
- 22 in our response to the motion very clearly that both 1748,
- 23 as well as 1749, those two sections which are a regulation,
- 24 that it's not a statute, but that regulation simply uses an
- 25 undefined, uncapitalized term "interested agencies".

1	And	SO	vou	can't	sav	that	the	omission	of	anv

- 2 agency is automatically a fault. And, certainly, an agency
- 3 that's not listed. And in this case it simply says
- 4 "interested agencies".
- 5 And when you look at the procedural context, that
- 6 Fish and Game received a copy of the petition to amend and
- 7 did not respond or participate in the proceeding, that
- 8 there's no reason for them to then be considered an
- 9 interested agency that need to receive a copy of the PMPD.
- And so, we don't agree that this is an omission
- 11 at all. And I think we've heard, generally, and I think
- 12 it's correct that this isn't being raised by an agency,
- 13 saying, we're upset that you didn't do this. But you have
- 14 a party, who's claiming that they think that this is a
- 15 legal flaw in the process.
- And I think that in that context there's no basis
- 17 to grant this motion at all.
- 18 COMMISSIONER DOUGLAS: So, this is Commissioner
- 19 Douglas. For Terry Stewart, if you're still on the line, I
- 20 have one question for you which follows up on Mr. Ratliff's
- 21 comment.
- If we were to provide the Department with some
- 23 period of time to look at the document and assess whether
- 24 you would have comments, and make comments if you had them,
- 25 what period of time would you be able to -- you know, what

- 1 time period would work for you? Would you be able to look
- 2 at it in a week, two weeks, three weeks?
- 3 MS. STEWART: Yes, hi. I think we would take a
- 4 look at the document. And, you know, I would ask you for
- 5 30 days.
- 6 COMMISSIONER DOUGLAS: Thank you.
- 7 MS. STEWART: I don't know what that does to your
- 8 timeline. But generally, we can get documents reviewed and
- 9 looked at in 30 days. And I don't know whether or not we
- 10 would have a comment letter or have substantive comments
- 11 related to the modifications. Because it does sound like
- 12 it's -- like they have been improvements to the project.
- So, I think we would like to look at the document
- 14 and have a 30-day review, if that's appropriate.
- 15 COMMISSIONER DOUGLAS: All right, thank you.
- 16 CHAIRMAN WEISENMILLER: Okay. Now, let's remind
- 17 Commissioners, so we've -- basically, we have under
- 18 submission the petition which includes this issue.
- 19 We have a motion. I've asked the Commission to decline to
- 20 hear argument on the motion, per se. And I would like a
- 21 motion on that issue.
- 22 COMMISSIONER DOUGLAS: I'll move --
- 23 MS. VACCARO: Chair Weisenmiller, just as a point
- 24 of clarification, because what the record is now reflecting
- 25 is that you made your recommendation and there was assent,

- 1 in terms of nodding from Commissioners, but no motion at
- 2 that time. And then, the Commission went forward and
- 3 actually did hear argument from Mr. Simpson and then heard
- 4 from others on the motion.
- 5 I think your actual disposition on the motion is
- 6 something you could take under submission at this time.
- 7 And as you indicated early on that you would be doing that
- 8 with all three items, deliberating in closed session and
- 9 then coming out with a statement, after closed session, on
- 10 each of these three. But I think we've already moved
- 11 forward on that.
- 12 CHAIRMAN WEISENMILLER: Okay. No, let's do that.
- 13 I mean, I think it was important -- I thought it was
- 14 important to get on the record this particular issue,
- 15 realizing there's a number of other things and that we're
- 16 trying not to guite -- well, actually, we've dealt with a
- 17 lot of these in the petition. And, Mr. Simpson assures us
- 18 we'll have another opportunity later on some of these
- 19 issues.
- 20 So with that, let's -- we're going to go --
- 21 basically, we're taking it under submission and we're now
- 22 going to deliberate in closed session. We'll be back out
- 23 to announce our decision later.
- I'm going to guess it's about an hour, but we'll
- 25 see.

1	(Whereupon, the Commission adjourned into						
2	Closed Session at 10:46 a.m.)						
3	(Whereupon, the Commission reconvened						
4	the Public Session at 12:27 p.m.)						
5	CHAIRMAN WEISENMILLER: Okay, we'll be back in						
6	session. We're back on the record, having returned from						
7	Closed Session, as noticed in the agenda.						
8	In that Closed Session we deliberated on the						
9	petitions and motions before the Commission. the						
10	Commission deliberated, but there was no vote taken in the						
11	Closed Session.						
12	So with this, turning the attention to the						
13	Commissioners, are there any questions or comments from any						
14	of the Commissioners before we hear any motions?						
15	COMMISSIONER DOUGLAS: Chair Weisenmiller, I have						
16	6 a couple comments. You know, I've been on this proceeding						
17	for, obviously, a long time now. The amendment, but also						
18	this these two amendments, but also prior to this.						
19	And I just wanted to say, first of all, just						
20	based on my experience on this case, that there's been a						
21	very thorough process. We have been, I think, diligent in						
22	going through the record and developing a record. And I						
23	think that there is substantial evidence in the record that						
24	amply supports the conclusions and the Commission decision.						
25	I think we looked at a reasonable range of						

- 1 alternatives. We may -- we did limit certain intervenors
- 2 to specific topical areas, but we also provided an
- 3 opportunity for them to ask the committee to expand the
- 4 scope of their participation by raising specific, and
- 5 making specific requests to expand that scope in specific
- 6 areas.
- 7 Neither of the Intervenors before us today took
- 8 advantage of that opportunity or make any specific request
- 9 like that.
- 10 I do want to say that the issue raised by Mr.
- 11 Simpson, the procedural issue on noticing CDFW and
- 12 providing them with the PMPD per our regulations does raise
- 13 a concern with me. We have a close working relationship
- 14 with CDFW. And while I don't want to particularly sit here
- 15 today and parse the meaning of the phrase "interested
- 16 agency", I do think that it would make sense to provide
- 17 them with a 30-day period to review and comment on the PMPD
- 18 and probably, also, the final decision.
- 19 You know, aside from that, I think my overall
- 20 sense is that there's really nothing that's been raised
- 21 that meets the standard for reconsideration. That
- 22 procedural issue is one that I think we may want to
- 23 address. So, those are my comments.
- 24 COMMISSIONER MC ALLISTER: So, I was the
- 25 associate member on the committee. And I want to really

- 1 echo Commissioner Douglas's comments.
- 2 You know, from my vantage point there's been a
- 3 very robust process, with many opportunities for
- 4 stakeholders, both public comment and intervenors, to put
- 5 whatever issue they wanted on the table for discussion.
- 6 There's been really no -- there have been some sort of
- 7 process for kind of convenience and ease of process, but
- 8 there's been -- certainly, any effort to impugn the process
- 9 as limiting that sort of opportunity I think is completely
- 10 off base.
- 11 So, we followed that process. It happened when
- 12 it happened and it's reaching its conclusion, and I think
- 13 that is entirely appropriate, echoing some of the comments
- 14 that Commissioner Douglas just made.
- So, you know, nobody has a crystal ball of what's
- 16 going to happen with this project going forward. It's not
- 17 really the concern of this particular discussion.
- 18 So, I think bringing this to a close and there
- 19 really hasn't been issue -- aside from the process issue,
- 20 with the Department of Forestry and Wildlife, I think there
- 21 really isn't reason to change course at this point.
- 22 CHAIRMAN WEISENMILLER: Thank you. Any other
- 23 questions or comments?
- Okay, so let's turn attention to each of the
- 25 items. Is there a motion regarding Mr. Sarvey's petition

- 1 for reconsideration, filed on September 2nd, 2015?
- 2 COMMISSIONER DOUGLAS: I move to deny Mr.
- 3 Sarvey's petition for reconsideration.
- 4 COMMISSIONER MC ALLISTER: Second.
- 5 CHAIRMAN WEISENMILLER: Okay, we have a motion
- 6 and it's seconded.
- 7 All those in favor?
- 8 (Ayes)
- 9 CHAIRMAN WEISENMILLER: All those opposed?
- 10 So, this passes five to zero.
- 11 Mr. Kramer, please modify the proposed hearing
- 12 advisor order that you distributed for today's hearing to
- 13 conform to the motion and Commissioner comments.
- 14 The Commission will return to this item to review
- 15 an active proposed order after Mr. Kramer has made the
- 16 changes.
- I would also note that you admitted that there
- 18 was a factual question there that we could clean up. Do
- 19 you want to discuss that?
- 20 COMMISSIONER DOUGLAS: You know, so -- oh, sorry,
- 21 go ahead, Mr. Kramer.
- MR. KRAMER: Yeah, Mr. Sarvey pointed out a bit
- 23 of an inconsistency between the discussion and one of the
- 24 findings or conclusions. It relates to whether he could
- 25 have raised the comments that the proponent's lawyer made

- 1 at the PUC hearing at the evidentiary hearing. And, of
- 2 course, he's right, the comments were made after the
- 3 evidentiary hearings.
- 4 So, I will -- I'll add a clarifying preamble to
- 5 one of the findings to make those two consistent, when I
- 6 bring it back for you.
- 7 CHAIRMAN WEISENMILLER: That would be good. Of
- 8 course, you're talking about the alleged comments?
- 9 MR. KRAMER: Yes.
- 10 CHAIRMAN WEISENMILLER: Okay.
- 11 COMMISSIONER DOUGLAS: There's just one other
- 12 comment I have on that order, when you look at it, and that
- 13 is there are a couple places where it references evidence
- 14 that Mr. Sarvey was seeking to bring to us for this
- 15 petition.
- You know, I think it's certainly new information,
- 17 but we're not in an evidentiary proceeding right now, so I
- 18 think we might want to refer to it right now as
- 19 information.
- MR. KRAMER: Will do.
- 21 CHAIRMAN WEISENMILLER: Okay. Now, is there a
- 22 motion regarding Mr. Simpson's petition for reconsideration
- 23 in the imbedded motion filed on September 2nd, 2015?
- 24 COMMISSIONER DOUGLAS: Yes, there is. And I
- 25 think that Mr. Simpson's petition raises a number of issues

- 1 that, you know, I do not think have merit. But the one
- 2 portion of the petition that I do think we should act on is
- 3 to ensure that CDFW does receive a 30-day period to
- 4 determine whether they would like to make comments, and to
- 5 make such comments.
- And so, I would move that the Commission grant
- 7 Mr. Simpson's petition on the sole ground that it appears
- 8 that CDFW did not receive the published PMPD from the
- 9 Energy Commission, and that Mr. Simpson's petition be
- 10 denied on all other grounds.
- 11 And I'd like to further incorporate into this
- 12 motion and move that the Commission is not deciding or
- 13 rendering an opinion on whether CDFW is an interested
- 14 agency within the meaning of Commission Regulation 1749.
- 15 But, rather, providing CDFW an opportunity to comment.
- 16 COMMISSIONER MC ALLISTER: Was that a motion?
- 17 COMMISSIONER DOUGLAS: Yes.
- 18 COMMISSIONER MC ALLISTER: Second.
- 19 CHAIRMAN WEISENMILLER: Okay, all those in favor?
- 20 (Ayes)
- 21 MS. VACCARO: Before you vote, would you want to
- 22 specify a time period for which I didn't -- I didn't hear
- 23 it. You might have stated it. Would you also want to
- 24 include that?
- 25 COMMISSIONER DOUGLAS: Oh, thank you. Thank you.

- 1 I'd like to include within the motion that they be given 30
- 2 days. That's what they requested. That's what they would
- 3 have gotten in any case.
- 4 COMMISSIONER MC ALLISTER: Second.
- 5 CHAIRMAN WEISENMILLER: Okay, all those in favor
- 6 of the revision motion?
- 7 (Ayes)
- 8 CHAIRMAN WEISENMILLER: This also passes five to
- 9 zero.
- I would note that Mr. Simpson wants to do public
- 11 comment and we're past that phase, although we will have
- 12 public comment at the end of the hearing. He's certainly
- 13 welcome to speak then.
- 14 So, is there a motion regarding Mr. Simpson's
- 15 motion to reissue notice of presiding member's proposed
- 16 decision and reopen the evidentiary record, filed on
- 17 September 11th?
- 18 COMMISSIONER DOUGLAS: So, I would move to deny
- 19 that motion as untimely.
- 20 COMMISSIONER MC ALLISTER: I'll second.
- 21 CHAIRMAN WEISENMILLER: All those in favor?
- 22 (Ayes)
- 23 CHAIRMAN WEISENMILLER: This also passes five to
- 24 zero.
- So, again, Mr. Kramer, please go back and modify

- 1 the first two proposed decisions, that you distributed
- 2 earlier today, to conform to the motion and Commissioner
- 3 comments. And we will return to them to review an accurate
- 4 proposed protective order after Mr. Kramer's made the
- 5 changes.
- 6 COMMISSIONER DOUGLAS: And I just wanted to
- 7 clarify, the comment I made about the word "evidence" as
- 8 opposed to "information", actually pertains to Mr.
- 9 Simpson's motion for reconsideration.
- MS. VACCARO: And just for the clarity of the
- 11 record, your comments, Chair Weisenmiller, were to direct
- 12 Mr. Kramer to go back and make conforming changes to the
- 13 proposed orders that he distributed this morning. He did
- 14 not distribute a proposed order on Mr. Simpson's --
- 15 CHAIRMAN WEISENMILLER: No.
- 16 MS. VACCARO: -- late filed motion. So, is it
- 17 the wish of the Commission for that decision to be deemed
- 18 final as per the vote?
- 19 CHAIRMAN WEISENMILLER: No, that decision is
- 20 deemed final. Just for the first and second items, we will
- 21 await his revisions. Thank you for the clarification.
- COMMISSIONER MC ALLISTER: That means 1-A, right?
- 23 Both items in 1-A of the agenda, right?
- 24 CHAIRMAN WEISENMILLER: I'm looking at it.
- 25 COMMISSIONER MC ALLISTER: Anyway --

- 1 CHAIRMAN WEISENMILLER: I think it's clear, yeah.
- 2 COMMISSIONER MC ALLISTER: Okay.
- 3 CHAIRMAN WEISENMILLER: Now, with that, let's go
- 4 on to Lead Commissioner or Presiding Member reports.
- 5 Commissioner Scott?
- 6 COMMISSIONER SCOTT: I have a couple things to
- 7 share with you all. Last Thursday and Friday we, the
- 8 Energy Commission, worked with UC Davis, the Institute on
- 9 Transportation Studies, and put together what I've been
- 10 calling a little, mini merit review.
- 11 So, you know how the Department of Energy does
- 12 the annual merit review of all of the projects that they
- 13 fund, we did -- we focused on four of our biofuels
- 14 projects.
- 15 And it was really interesting. I appreciated
- 16 having those four project developers come in and really let
- 17 their projects be put under a microscope. We had some
- 18 great reviewers, some from the National Labor, from Air
- 19 Resources Board come and really look at the projects, and
- 20 kind of dig into the projects and ask questions.
- 21 And, really, what we were trying to do is
- 22 identify some of the challenges and barriers that are
- 23 there, identify successes or good lessons learned that we
- 24 could bring forward to the other fuel developers. And, you
- 25 know, this is important as we try to increase the amount of

- 1 alternative fuels and biofuels that we have in the State,
- 2 as we work to meet the Low Carbon Fuel Standard and others.
- 3 So, we had a really good discussion. I want to
- 4 say thank you, so very much, to Tim Olson. And I hope that
- 5 if you all see him, you'll pass that along. He did a
- 6 fantastic job pulling together the reviewers, pulling
- 7 together the project developers, really organizing it well,
- 8 getting a great set of interested stakeholders to come in
- 9 and to listen, and learn about the projects.
- 10 So, he -- I mean, he just knocked it out of the
- 11 park with that. And it was a nice change to really dig in
- 12 and reflect on some of the biofuels projects that the
- 13 Commission has.
- 14 I will also highlight that yesterday Commissioner
- 15 Hochschild and I went to visit Travis Air Force Base and
- 16 talk about some things that are related to energy, that are
- 17 of mutual interest.
- 18 They're doing a lot on water and conserving
- 19 water. And so it was pretty interesting, actually, to
- 20 drive around the base. They took us on what they call a
- 21 windshield tour. So, you get to kind of go through the bus
- 22 and look out the windshields at the different things on the
- 23 base.
- 24 And pretty much every lawn in the base is
- 25 completely brown. And they're incredibly proud of that

- 1 fact because that's a big change for folks in the military
- 2 not to have everything pristine, and beautiful, and
- 3 absolutely perfect looking. So, that was just really neat
- 4 to see that they are also very serious partners with us on
- 5 conserving water use.
- 6 The other thing that they do, that I think was of
- 7 strong interest to me, is they do the logistics. They move
- 8 all of the military-related goods, if you will, and people
- 9 around the world to where they need to be.
- 10 And as we were thinking about Governor Brown's
- 11 sustainable freight, it would be really interesting to see
- 12 what kind of neat logistics type of tricks, and tips, and
- 13 lessons learned that they might have, that is something
- 14 that we could bring maybe more broadly to the goods
- 15 movement. You know, not military goods movements, but just
- 16 I don't know what you call it, regular goods movement, or
- 17 the goods that come through the Ports of L.A. and Long
- 18 Beach.
- 19 But that was a very interesting visit. And
- 20 maybe, Commissioner Hochschild, I don't know if you want to
- 21 add anything about our visit to that?
- Okay, the only other thing I would mention, since
- 23 we have a little time while we wait, is that Christine
- 24 Kehoe and I wrote an Op-ed that got picked up by the Sac
- 25 Bee, which was really exciting.

- 1 And so it was last week, for National Drive
- 2 Electric Week. And we talked about why it's great to drive
- 3 a plug-in electric vehicle. And so, we were pretty, pretty
- 4 exciting that the Sac Bee picked that one up. So, that's
- 5 my report.
- 6 COMMISSIONER MC ALLISTER: That's great. She is
- 7 a powerhouse, she's great. Congratulations.
- 8 So, just a couple of things. Not too long has
- 9 passed since our last Business Meeting. But trying to move
- 10 forward on sort of parsing out the various activities under
- 11 AB 758, which we adopted last meeting.
- 12 And, you know, the legislative session has kind
- 13 of ended now, in the Legislature, but now things are moving
- 14 to the Governor's desk. So, there are a couple of things
- 15 that, hopefully, will help us along in that regard, on
- 16 benchmarking and, obviously the big one, SB 350, with the
- 17 EE goals and the renewable energy goals. So, those are
- 18 very linked with AB 758. So, we're hopeful there.
- 19 Let's see, IEPR has been moving forward, so staff
- 20 has been -- I mean, you know, it's not even just a village
- 21 effort, it's sort of like a small town effort. Maybe, I
- 22 don't know, maybe a kind of regional hub effort.
- 23 But coming together, so under review, so at some
- 24 point here, in the next few weeks, I think that will be
- 25 hitting the street in draft form.

- 1 We had a natural gas update workshop yesterday
- 2 that was, I think, pretty interesting. And good to see all
- 3 the work on the natural gas front. A lot of policy issues
- 4 wrapped up in natural gas in terms of sort of near term
- 5 versus long term, and really requires us to step up and do
- 6 analysis, and integrative analysis, which I think is a bit
- 7 of a challenge, but I think we're up to it.
- 8 And then, finally, last week was the NASEO, the
- 9 National Association of State Energy Officials, annual
- 10 meeting, which is a national thing. And it happened in San
- 11 Diego. And so, it was a good opportunity for California to
- 12 be host, the host state.
- 13 And staff went down and made a number of
- 14 presentations. Mike Sokol, and Dave Ashuckian, and Angie
- 15 Gould did a great sort of dog and pony show on what's
- 16 happening in California. So, that was really good, well
- 17 received.
- 18 And then, just I think there was just a lot of
- 19 awareness having -- you know, the legislative session
- 20 having ended the previous Friday, there was a lot of kind
- 21 of buzz about, you know, what happened and kind of how
- 22 things played out. And a lot of really looking to
- 23 California as a leader.
- 24 I mean, we -- it's a little bit delicate because
- 25 we have a big agency, we have a lot of energy, you know,

- 1 across various agencies. We have a lot of energy-related
- 2 expertise and activity.
- 3 And most states are just not like that. They're
- 4 energy offices, you know, they administer the Federal
- 5 Weatherization Assistance Program, and they do a few other
- 6 things. And maybe they have one staff, maybe they have 20
- 7 staff. But we're by far, by far the biggest agency.
- 8 So our colleagues, you know, it's kind of hard
- 9 for me sometimes not to appear as the 900-pound gorilla and
- 10 sort of say, oh, well, you know, our scale is a magnitude
- 11 bigger than anything else.
- But I think there -- you know, that's kind of a
- 13 fact that we're just bigger and doing more. But I also
- 14 really value that NASEO relationship because there are
- 15 great ideas happening in other places. They're doing a lot
- 16 from not many resources and we can actually learn from any
- 17 of the other states. In places that I think, you know,
- 18 it's kind of not always obvious. So that networking and
- 19 kind of thought leadership at the Federal level, that NASEO
- 20 and the staff bring is really valuable.
- 21 So, I think that was a success and quite a well-
- 22 done project. And I think the PUC actually helped us put
- 23 together -- or helped NASEO, Jeanne Clinton, actually at
- 24 the Governor's Office, the PUC, and Deana over at CAEATFA
- 25 helped to put together -- or provide a California speaker

- 1 for financing, multi-family financing and PACE session that
- 2 they did as well. So, you know, certainly California held
- 3 its weight and played a good part in that event.
- 4 So, that's my report.
- 5 COMMISSIONER HOCHSCHILD: Nothing to report since
- 6 the last meeting.
- 7 COMMISSIONER DOUGLAS: So, I had an opportunity
- 8 to go to Los Angeles and commemorate or help celebrate a
- 9 really nice partnership between First Solar and UCLA, where
- 10 First Solar had provided a donation to UCLA and, in
- 11 particular, to the Center for Tropical Research, for them
- 12 to do some really cutting edge work on using -- they
- 13 literally can use feathers that are taken from a bird, a
- 14 single feather, and the tip of the feather has DNA. And by
- 15 doing genomic mapping of -- you know, because birds that
- 16 are the same species may have populations or subpopulations
- 17 that actually have different migration routes, and over
- 18 winter in different places or breed in different places.
- And so, by using this genomic mapping, once you
- 20 establish that information, you can literally tell from a
- 21 single feather what population a bird's from. And it helps
- 22 so much in some of the most vexing and challenging issues
- 23 when it comes to considering, you know, well, what is the
- 24 impact of any one stressor?
- 25 Whether it's, you know, renewable energy, which

- 1 has been in the news at times, but also other stressors on
- 2 a population of birds.
- 3 And it's just been, you know, one of the real
- 4 holes in our knowledge of bird population and is -- has
- 5 been the real difficulty in really identifying, especially
- 6 for smaller birds, these kinds of patterns.
- 7 And so, this genomic work is extremely cutting
- 8 edge. I think it really opens the door to us to get a lot
- 9 better understanding of migratory birds, smaller birds and,
- 10 in particular, when we are doing things like conservation
- 11 strategies, or like trying to assess, you know, well, what
- 12 is the impact and what is the significance of the impact of
- 13 some activity on a bird population or subpopulation.
- And so, and I also -- and so this, First Solar
- 15 provided a pretty substantial donation. There was also an
- 16 anonymous donor. The UCLA research team has collected
- 17 enough feathers to really do this work well for 50
- 18 different bird species. Although, the initial donation
- 19 doesn't cover that many species.
- 20 And I think there's a lot of hope that as this
- 21 work continues other partners can be brought to the table
- 22 to really help us build out this, and map this
- 23 understanding.
- I also want to note that this work is actually a
- 25 follow-on from an EPIC grant that, you know, I believe was

- 1 a 2014 project. And that project was a proof of concept to
- 2 see if this technique was going to be feasible. And that
- 3 was successful and that's why there is this follow-on
- 4 interest from the private sector.
- 5 I just think it's really exciting. And one of
- 6 the best things about it is that it's very scalable. And
- 7 while you do have to invest, initially, in kind of building
- 8 the genomic map and getting the information that allows you
- 9 to interpret the information you would get from a single
- 10 feather, once you have built that you really can get an
- 11 incredible amount of information just from, you know, a
- 12 bird feather.
- And that can be from, you know, birds as they're
- 14 banded. You know, a lot of the idea is to build on
- 15 existing bird banding activities. But also, you know, if a
- 16 carcass is found, this technique could also be used.
- So, I was really excited about it. I got to
- 18 learn a lot more about it. I got to meet some of the
- 19 researchers and talk to First Solar about their thoughts as
- 20 this moved forward. And I was just really interested in
- 21 this and looking forward to following and tracking as this
- progresses.
- 23 CHAIRMAN WEISENMILLER: Yeah. So, what I was
- 24 going to talk about last week is I went out to the CAL-ISO,
- 25 to the board meeting, and what was up was the

- 1 recommendations of the Energy Imbalance Market Transitional
- 2 Committee.
- 3 And it's really, in some respects, been a long
- 4 process. There's been lots of stakeholder meetings. It
- 5 was really good to get it to this stage.
- 6 And the way I characterized it, you know, talk a
- 7 minute about the -- when you look at the Governor's State
- 8 of the State address, there's this one line about how to
- 9 really meet our greenhouse gas goals, we're going to have
- 10 to transform our buildings, our communities, our utilities.
- 11 He didn't mention it, but maybe next time, and also our
- 12 regulatory institutions is the other part of it.
- So, this was sort of a step in that
- 14 transformation of the ISO from a very California
- 15 organization to something that's much more regional in
- 16 nature.
- Now, having said that, this is the imbalance
- 18 markets, which basically get to that last 15 minutes, or
- 19 so, of scheduling where, not surprisingly, often your
- 20 forecast of how much wind or solar is going to be produced
- 21 is higher or lower than anticipated.
- 22 And so, what this is doing is treating those
- 23 imbalances. It's not getting into the day-ahead
- 24 scheduling, but that imbalance part.
- 25 And, you know, we proposed -- and, generally,

- 1 you know, I say -- originally, when I was talking to people
- 2 about it at the ISO, it had really come up with a very
- 3 creative offer that was, you know, that I didn't see how
- 4 anyone could confuse.
- 5 And then talking to, actually Bonneville, they
- 6 assured me that as long as the offer involved either FERC
- 7 regulation or somehow touching California that it was a
- 8 non-starter.
- 9 So, one of that is coming back to some of the
- 10 Governor's issues. So this, again, is a good initial step
- 11 to really have more voices represented for the energy
- 12 imbalance market part, which is defined jurisdictionally as
- 13 the part but for, you know, the energy imbalance market
- 14 would occur. It's obviously an integrated operation.
- And it was pretty exciting because at the same
- 16 time, when I was there, and right now Nevada Power is
- 17 running in parallel with the ISO for the energy imbalance
- 18 market. They have been running in parallel now for --
- 19 since September 1, and it seems to be going very smoothly.
- 20 And then, I think it was the next day that
- 21 Portland General Electric announced they were also joining
- 22 the imbalance market. So, you had Nevada joining the
- 23 imbalance market this year, or imminently, and then you
- 24 have, basically, Puget, Portland General Electric and APS
- 25 joining next fall. So, there's sort of just huge steps in

- 1 that area.
- 2 And at the same time, with 350, one of the things
- 3 that's in there, obviously, that was very important is to
- 4 open up the broader governance issue, particularly in the
- 5 context of the PacifiCorp proposal to basically join the
- 6 CAL-ISO as a participating transmission owner. Which,
- 7 again, would allow much, you know, in terms of savings and
- 8 greenhouse gas reductions much greater because you start to
- 9 affect day-ahead dispatch.
- 10 So, anyway, the bottom line is that, you know,
- 11 last week, for a number of steps was very important in
- 12 their transformation. Obviously, you know, we've invested
- 13 a lot in them and they play a key role in the State in
- 14 keeping the grid operating smoothly with increasing amounts
- 15 of renewables. So, it's sort of one of the things of
- 16 broadening their mission, but staying close to home in
- 17 terms of what we need them to do.
- 18 So, anyway, as I said, often we hear about
- 19 transforming other entities, so it's good to start looking
- 20 at transformations of our various more regulatory
- 21 institutions.
- 22 Anyway, let's go on to Chief Counsel's Report.
- MS. VACCARO: Nothing to report.
- 24 CHAIRMAN WEISENMILLER: Okay, Executive Director
- 25 Report?

- 1 MR. OGLESBY: I think I'll take this opportunity,
- 2 since we have a few minutes, just to give an update on some
- 3 of the budget items.
- 4 CHAIRMAN WEISENMILLER: Okay.
- 5 MR. OGLESBY: And that is the fact that we, and
- 6 the public that's listening in should be aware, that we had
- 7 prepared to launch two drought-related programs. One
- 8 providing a rebate on washers and one putting forth
- 9 advanced technology in the industry, agricultural, and
- 10 commercial and residential sector through our research
- 11 division.
- 12 As the Legislature adjourned, they adjourned
- 13 without resolving some of the funding sources that we'd
- 14 anticipated for those programs. Those were to be funded by
- 15 the Greenhouse Gas Reduction Fund. It's still pending with
- 16 the Legislature.
- We are ready to implement, when funded. But at
- 18 this point, the implementation of those two programs is on
- 19 hold.
- 20 And with that, I have nothing else to report.
- 21 CHAIRMAN WEISENMILLER: Okay, Public Adviser
- 22 Report? None.
- Okay, any public comment? Sure, go ahead, Mr.
- 24 Simpson.
- MR. SIMPSON: Well, on those last topics, the

- 1 budget items I think would be served much better if you
- 2 actually charged for the amendment this project just had.
- 3 That would have been another three-quarters of a million
- 4 dollars for the Commission.
- 5 And to reach the Greenhouse Gas bills, if you
- 6 stop building these fossil fuel-burning facilities, that
- 7 would probably be the greatest step that could be done.
- 8 And the DNA for the birds in the Carlsbad area,
- 9 for the feathers won't be necessary because their feathers
- 10 will be burned off from this facility.
- But regarding the decision, I'm trying to
- 12 determine how that decision fits into the 1720 rule? Have
- 13 you stayed the effective date of the decision or does the
- 14 decision stand as it is?
- 15 And how does the public participate in the Fish
- 16 and Wildlife's determination? How do we comment on what
- 17 Fish and Wildlife does or doesn't do?
- 18 And what authority is there to just open a
- 19 comment period for Fish and Wildlife, and not the rest of
- 20 the public?
- Thank you.
- 22 CHAIRMAN WEISENMILLER: Thank you.
- So, we are now going to await Mr. Kramer and then
- 24 we'll consider those revised motions.
- 25 (Off the record at 12:57 p.m.)

- 1 (On the record at 1:00 p.m.)
- 2 CHAIRMAN WEISENMILLER: Okay, so for anyone on
- 3 the line, Mr. Kramer's returned to the room. So, we're
- 4 going to take up the two motions next -- the two orders,
- 5 yes. And we'll give all the Commissioners a chance to read
- 6 the orders before we take them up.
- 7 So, Mr. Kramer, when you're ready, why don't you
- 8 start reading into the record, for those who don't have a
- 9 copy.
- 10 MR. KRAMER: Okay, regarding Mr. Sarvey's
- 11 petition for reconsideration. The changes to the
- 12 previously circulated order are as follows. The title was
- 13 changed to say "Commission Order Denying Robert Sarvey's
- 14 Petition for Reconsideration".
- In further finding number 9, the word "evidence"
- 16 was changed to "information", along the lines you shared
- 17 about the other order.
- 18 And it was the word "evidence" was also changed
- 19 to "information" in conclusions, paragraph 4.
- 20 And then the final change was to add a preamble
- 21 to conclusions, paragraph 4, which reads -- I shall read
- 22 the whole paragraph, now.
- 23 "With the exception of the alleged statements of
- 24 the project proponent's counsel, Mr. Sarvey is seeking to
- 25 reopen and reargue issues that were addressed or could have

- 1 been addressed with the exercise of diligence during the
- 2 evidentiary hearings, the PMPC comment period, or during
- 3 the Energy Commission's July 30, 2015 adoption hearing.
- 4 The information that he identifies was available to him to
- 5 offer during the evidentiary hearings".
- 6 And that's it for Mr. Sarvey's. Should I pause
- 7 for you to take a vote or --
- 8 CHAIRMAN WEISENMILLER: Do I have a motion?
- 9 COMMISSIONER DOUGLAS: Yes, I move to adopt the
- 10 order that Mr. Kramer just read or he read the proposed
- 11 changes to the order. I move to adopt this order as
- 12 amended.
- 13 COMMISSIONER MC ALLISTER: Second.
- 14 CHAIRMAN WEISENMILLER: All those in favor?
- 15 (Ayes)
- 16 CHAIRMAN WEISENMILLER: This passes five to zero.
- 17 Let's go -- Mr. Kramer, would you go on to the
- 18 next one?
- 19 MR. KRAMER: Okay, this would be the Robert
- 20 Simpson petition and motion, combined. And the change
- 21 there, again to the title, was to remove "Hearing Officer
- 22 Proposed" and now make it -- call it "Commission Order
- 23 Partially Granting Robert Simpson's Petition", et cetera.
- 24 The next change is in the section that's labeled
- 25 "Discussion". And a new paragraph is added right under the

- 1 heading, "Discussion".
- 2 It reads, "Mr. Simpson points out that it appears
- 3 that the PMPD was not sent to the California Department of
- 4 Fish and Wildlife, formerly Fish and Game (CDFW). He
- 5 asserts that the failure to do so renders the subsequent
- 6 process legally deficient. The remedy he proposes is to
- 7 grant reconsideration, send the PMPD to CDFW and take
- 8 additional comments and evidence from all parties before
- 9 adopting a revised decision".
- 10 There was one change in the next paragraph, which
- 11 was there before, and that's to change the first phrase to
- 12 say, "the other issues Mr. Simpson raises are not new to
- 13 this proceeding" and then it continues on.
- 14 One change in the paragraph following that, there
- 15 was a missing verb. So, the middle sentence now would
- 16 read, "That limitation was specifically made subject to
- 17 review upon Petitioner's further motion and a specific
- 18 showing of a compelling interest in the other topic areas
- 19 considered in this proceeding and did not", and the new
- 20 word to be added is, "affect Petitioner's right to make
- 21 public comments separately from his role as an Intervenor".
- That's the limit of that change.
- 23 Further finding number 9 changed, I believe it
- 24 was "new evidence" to "information". So, it reads, "The
- 25 information proffered by Mr. Simpson is largely in the

- 1 nature of argument", et cetera.
- 2 There is a new conclusion that was inserted after
- 3 conclusion number one, and it reads, "Without deciding
- 4 whether it is strictly necessary to send the decision out
- 5 for additional comment, we find it prudent to address this
- 6 potential deficiency by allowing CDFW an opportunity to
- 7 provide comments that it wishes to make on the decision.
- 8 Following receipt of any such comments, the full Commission
- 9 shall, at a subsequently noticed hearing, decide whether to
- 10 change the Commission decision".
- 11 And the next paragraph, formerly conclusion
- 12 number two, now renumbered as conclusion three, begins with
- 13 a new word, "Otherwise". And I'll read the first part.
- 14 "Otherwise, the petition does not satisfy the
- 15 requirements of the Commission's Regulation regarding
- 16 petitions for reconsideration" and then it continues.
- 17 In newly renumbered conclusion four, which
- 18 formerly was conclusion three, the phrase "new evidence" is
- 19 changed in the last sentence to be "information".
- 20 And then we go to the orders. And the existing
- 21 paragraph one or order paragraph one has been replaced by
- 22 two paragraphs, and the subsequent paragraphs renumbered.
- 23 The first reads, "The petition is partially
- 24 granted for the sole purpose of allowing the California
- 25 Department of Fish and Wildlife to review and comment on

- 1 the presiding member's proposed decision, docketed on June
- 2 9, 2015 -- there's a footnote with the TN number -- "and
- 3 the Commission decision docketed on August 3, 2015, with
- 4 another footnote -- "In all other respects, the petition,
- 5 including the embedded motion, is denied."
- Then the following new paragraph reads,
- 7 "Following a comment period of 30 days for CDFW's comments,
- 8 those comments if any, and any responsive comments shall be
- 9 considered by the full Commission and the Commission will
- 10 decide whether to change the Commission decision, pursuant
- 11 to Title 20, California Code of Regulations, Subsection
- 12 1720(c)".
- 13 That's the extent of the changes.
- 14 CHAIRMAN WEISENMILLER: Great. Do we have a
- 15 motion?
- Oh, wait, hang on one second.
- 17 MS. VACCARO: I would ask that the Commissioners
- 18 consider adding into any motion a directive to Commission
- 19 staff, whether it be to Counsel's Office, or the STEP
- 20 Division to deliver copies of the PMPD, and the decision to
- 21 California Department of Fish and Wildlife by a date
- 22 certain.
- 23 COMMISSIONER DOUGLAS: So, would that be a new
- 24 number six in the order?
- MS. VACCARO: It doesn't have to be in the order,

- 1 itself.
- 2 COMMISSIONER DOUGLAS: Oh.
- 3 MS. VACCARO: You could make a motion that
- 4 approves the proposed order as amended orally by Mr.
- 5 Kramer, and also include a directive to staff within that
- 6 motion.
- 7 COMMISSIONER DOUGLAS: Perfect. So, should we
- 8 say by Monday?
- 9 CHAIRMAN WEISENMILLER: Yeah.
- 10 COMMISSIONER DOUGLAS: All right. So, I move to
- 11 approve the proposed order, as amended orally by Mr.
- 12 Kramer, and to direct staff to provide the PMPD and the
- 13 final decision to CDFW by Monday. Which is what date?
- 14 CHAIRMAN WEISENMILLER: I would say close of
- 15 business Monday. Actually, that will start the clock so --
- MR. KRAMER: I think that's the 28th.
- 17 COMMISSIONER DOUGLAS: Monday, September 28th.
- 18 COMMISSIONER MC ALLISTER: Second.
- 19 CHAIRMAN WEISENMILLER: Those in favor?:
- 20 (Ayes)
- 21 CHAIRMAN WEISENMILLER: This also passes five to
- 22 zero. Thank you.
- This hearing is adjourned.
- 24 (Whereupon, at 1:10 p.m., the Business
- 25 Meeting was adjourned.)