Memorandum

Date: May 29, 2009
Telephone: (916) 651-0965

To: Commissioner Jeffrey Byron, Presiding Member
Commissioner Arthur H. Rosenfeld, Associate Member

From: California Energy Commission – Eric K. Solorio, Project Manager
1516 Ninth Street
Sacramento, CA 95814-5512

Subject: CANYON POWER PLANT (07-AFC-9) STATUS REPORT #4

The following is staff’s Status Report #4 for the proposed Canyon Power Plant project.

Background
The Southern California Public Power Authority filed an Application for Certification with the California Energy Commission on December 28, 2007, to construct and operate a simple-cycle, peaking power plant. The proposed Canyon Power Plant (CPP) would be a nominally rated 200 megawatt (MW) peaking power plant using four 50 megawatt, natural gas-fired General Electric LM 6000PC Sprint Combustion Turbine units. The proposed CPP project would be located in the City of Anaheim at 3071 East Miraloma Avenue on a 10-acre parcel within an industrial area.

Recent Activities and Current Issues
On May 21, 2009 staff jointly held a PSA workshop in Anaheim with the South Coast Air Quality Management District (SCAQMD). The workshop was attended by Commission staff, SCAQMD staff, applicant, representatives of the City of Anaheim, representatives of the City of Yorba Linda, and approximately 15-20 members of the public.

During the PSA workshop, staff and applicant were able to resolve what staff understands to be most of the outstanding issues. Applicant agreed to provide staff with additional information by June 21, 2009, in order to support applicant’s position regarding certain proposed conditions of certification. Staff agreed with some of applicant’s requests to modify certain proposed conditions of certification.

There were limited but important comments from the public and the City of Yorba Linda regarding project alternatives, impacts to air quality and public health, in general. The City of Yorba Linda made a detailed presentation on why the applicant should utilize a “combined-cycle” turbine system rather than a “simple-cycle” configuration. Staff addressed the comments from the City and invited the City to submit their consultant’s report which compares the two technologies. The report was docketed on May 27, 2009.

Staff from South Coast Air Quality Management District indicated they would try to publish the Final Determination of Compliance (FDOC) by June 21, 2009. In turn, staff agreed to try and publish the Final Staff Assessment by July 21, 2009.

Staff’s Proposed Schedule
Staff proposes the following revised schedule for the Committee’s consideration:

<table>
<thead>
<tr>
<th>DATE</th>
<th>EVENT</th>
</tr>
</thead>
<tbody>
<tr>
<td>3/12/08</td>
<td>AFC determined to be data adequate</td>
</tr>
<tr>
<td>4/15/08</td>
<td>Site visit and informational hearing</td>
</tr>
<tr>
<td>4/23/08</td>
<td>Staff files data requests</td>
</tr>
<tr>
<td>5/23/08</td>
<td>Applicant files responses to staff’s data requests</td>
</tr>
<tr>
<td>6/13/08</td>
<td>Staff conducts data response and issue resolution workshop</td>
</tr>
<tr>
<td>6/16/08</td>
<td>Parties files status reports</td>
</tr>
<tr>
<td>2/23/09</td>
<td>SCAQMD issues Preliminary Determination of Compliance (PDOC)</td>
</tr>
<tr>
<td>2/26/09</td>
<td>Staff files Status Report #3</td>
</tr>
<tr>
<td>5/07/09</td>
<td>Preliminary Staff Assessment (PSA) filed</td>
</tr>
<tr>
<td>5/21/09</td>
<td>PSA workshop</td>
</tr>
<tr>
<td>5/29/09</td>
<td>Staff files Status Report #4</td>
</tr>
<tr>
<td>6/07/09</td>
<td>Comments on PSA are due</td>
</tr>
<tr>
<td>6/21/09</td>
<td>Local, state and federal agency final determinations, including FDOC from SCAQMD</td>
</tr>
<tr>
<td>7/21/09*</td>
<td>Final Staff Assessment filed (*this publication date is contingent upon the FDOC being issued according to the schedule herein)</td>
</tr>
<tr>
<td>TBD</td>
<td>Pre-Hearing Conference</td>
</tr>
</tbody>
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Proof of Service List
Docket
APPLICATION FOR CERTIFICATION
FOR THE CANYON POWER
PLANT PROJECT

Docket No. 07-AFC-9

PROOF OF SERVICE
(Revised 2/25/2009)

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DECLARATION OF SERVICE

I, April Albright, declare that on May 29, 2009, I served and filed copies of the attached CEC Status Report #4. The original document, filed with the Docket Unit, is accompanied by a copy of the most recent Proof of Service list, located on the web page for this project at: [http://www.energy.ca.gov/sitingcases/canyon/index.html]. The document has been sent to both the other parties in this proceeding (as shown on the Proof of Service list) and to the Commission’s Docket Unit, in the following manner:

(Check all that Apply)

For service to all other parties:
✓ sent electronically to all email addresses on the Proof of Service list;

✓ by personal delivery or by depositing in the United States mail at Sacramento, California with first-class postage thereon fully prepaid and addressed as provided on the Proof of Service list above to those addresses NOT marked “email preferred.”

AND

For filing with the Energy Commission:
✓ sending an original paper copy and one electronic copy, mailed and emailed respectively, to the address below (preferred method);

OR

_____ depositing in the mail an original and 12 paper copies, as follows:

CALIFORNIA ENERGY COMMISSION
Attn: Docket No. 07-AFC-9
1516 Ninth Street, MS-4
Sacramento, CA 95814-5512
docket@energy.state.ca.us

I declare under penalty of perjury that the foregoing is true and correct.

Original signed by ____________________________
April Albright