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June 5, 2002

01-AFC-17

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CALIF ENERGY COMMISSION

JUN 06 2002

RECEIVED IN DOCKETS

BY HAND DELIVERY

Robert Pernell, Chairman and Presiding Member
James Boyd, Commissioner and Associate Member
California Energy Commission
1516 Ninth Street
Sacramento, CA 95814-2950

Re: Inland Empire Energy Center (Docket No. 01-AFC-17): Status Report
No. 4

Dear Commissioners Pernell and Boyd:

Inland Empire Energy Center, LLC (IEEC) filed its third status report, covering actions through May 4, 2002. Since the third status report was filed, the IEEC's project team has focused on completing all of the actions necessary to assist Energy Commission Staff (Staff) to prepare the Preliminary Staff Assessment (PSA). The following briefly summarizes our recent activities.

Procedural Milestones

IEEC is tracking the release of the Preliminary Determination of Compliance (PDOC) very closely with South Coast Air Quality Management District (South Coast). We were advised in our most recent conversation on 31 May that Calpine has provided all requested information and that final staff review is materially complete. Calpine fully expects that South Coast will be in a position to issue the PDOC during the week of June 3.

We have reviewed the Energy Commission Staff's Status Report #4 regarding delay due to data responses and the PDOC. The data responses have been filed. We concur with delaying the schedule for the PSA for 3 weeks after the release of the PDOC by South Coast.

Data Requests and Responses

On May 21, 2002, IEEC filed data responses to Staff data requests 162 through 188.

The Romoland School District (District) filed responses to Data Request #1 on May 13, 2002. We are working with Staff to provide any additional information required by Staff to respond to matters relating to this issue. (Concurrently, Calpine is continuing its dialogue with the District as noted below.)

Issue Areas

Biology

Applications for a Nationwide 12 permit with the Army Corps of Engineers and a 401 Certification from the Regional Water Quality Control Board were filed concurrently with the Data Responses 162 to 188, and copies were included with the CEC filing. In addition, we received an exemption letter from the California Department of Fish and Game regarding 1600 permit requirements and a copy of the letter is included with the responses.

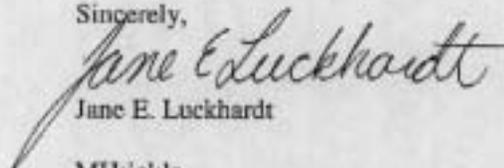
Land Use

Calpine and the School District are continuing a dialogue regarding the District's needs. Calpine is reviewing the funding projections prepared by the County's consultant on behalf of the County Redevelopment Agency, including new funds that could be made available to the District from the substantial tax increment that would be created by IEEC. The CEC process notwithstanding, Calpine will continue to work with the local community to explore mutual options that accommodate the District's needs and the development of IEEC.

Conclusion

We appreciate Staff's ongoing efforts to thoroughly and expeditiously consider IEEC's AFC.

Sincerely,


Jane E. Luckhardt

MH;jel:ln

cc: Docket Office (original plus 13, 1 for endorsed return)
Jim Bartridge, Project Manager
Major Williams, Hearing Officer
Paul Kramer, Staff Counsel
Service List

432073.1

STATE OF CALIFORNIA

Energy Resources Conservation
and Development Commission

In the Matter of:)
)
Application for Certification for the)
INLAND EMPIRE ENERGY CENTER)
)
)
)

Docket No. 01-AFC-17

PROOF OF SERVICE

I, Kathleen Berry, declare that on June 5, 2002, I deposited copies of the attached **INLAND EMPIRE ENERGY CENTER STATUS REPORT NO. 4** in the United States mail at Sacramento, California, with first class postage thereon fully prepaid and addressed to the following:

APPLICANT:

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Romoland School District
c/o Mark Leusebrink, Esq.
Jeffrey M. Oderman, Esq.
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INTERESTED AGENCIES:

Eastern Municipal Water District
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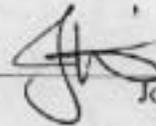
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I declare under penalty of perjury that the foregoing is true and correct.



Jodi Wright