

CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET

SACRAMENTO, CA 95814-5512

**NOTICE OF RECEIPT****PETITION TO TRANSFER EQUITY OWNERSHIP AND OPERATOR of the
LA PALOMA GENERATING PROJECT (98-AFC-2C)**

On June 16, 2005, the California Energy Commission received a petition from the La Paloma Generating Company, LLC, requesting approval to transfer equity ownership of the La Paloma Generating Company, LLC, from the La Paloma Holding Company, LLC (the entity organized and controlled by the creditors), to the La Paloma Acquisition Company, LLC, a subsidiary of Complete Energy Holdings, LLC. Operations of the power plant will be transferred from DTE La Paloma Operations, LLC, to CEP La Paloma Operating Company, LLC, a subsidiary of Complete Energy.

The 1,124 megawatt project was certified in October 1999, and began commercial operations in January 2003. The power plant is located east of the community of McKittrick in Kern County .

ENERGY COMMISSION REVIEW PROCEDURES

A statement describing the transfer of equity ownership and operator, signed under penalty of perjury by a representative of the proposed new owner, was submitted to the Energy Commission staff for review and approval as required by Title 20, California Code of Regulations, section 1769(b). The statement affirms that the new Owner and operator agrees to be bound by the requirements of the Energy Commission's Decision for the Project and understands the obligations imposed by the Conditions of Certification. Based on the information provided, staff intends to recommend the proposed change be approved by the Energy Commission at the July 13, 2005 business meeting.

The petition to change ownership and operator is available on the Energy Commission's website at www.energy.ca.gov. The order (if approved) will also be posted on the website. If you would like to receive a hard copy of the petition or the Energy Commission's Order if this change is approved, please complete the enclosed Information Request Form and return it to the address shown.

If you have any comments or questions, please contact Nancy Tronaas, Compliance Project Manager, at (916) 654-3864, or by fax to (916) 654-3882, or via e-mail at: ntronaa@energy.state.ca.us within 14 days of the date of this notice.

For more information on how to participate in this proceeding, please contact Margret J. Kim, the Energy Commission's Public Adviser, at (916) 654-4489, or toll free in California at (800) 822-6228, or by e-mail at pao@energy.state.ca.us. If you require special accommodations, please contact Lourdes Quiroz at (916) 654-5146. News media inquiries should be directed to Assistant Director, Claudia Chandler, at (916) 654-4989, or by e-mail at mediaoffice@energy.state.ca.us.

Date: _____

 ROGER E. JOHNSON, Manager
 Siting and Compliance Office
 Systems Assessment & Facilities Siting Division

Enclosure: Information Request Form

Mail List # 713