Memorandum

Date: February 8, 2013
Telephone: (916) 651-0966

To: Commissioner Karen Douglas, Presiding Member
Commissioner Andrew McAllister, Associate Member

From: California Energy Commission - Eric Solorio
1516 Ninth Street
Sacramento, CA 95814-5512

Subject: QUAIL BRUSH GENERATION PROJECT (11-AFC-3), STAFF’S STATUS REPORT #10

Per the Committee’s Scheduling Order dated March 5, 2012, staff hereby submits its Status Report #10 to inform the Committee about a potential schedule delay regarding staff’s review of the proposed Quail Brush Generation Project (QBGP).

PSA Preparation
Staff is making significant progress in preparing the Preliminary Staff Assessment (PSA) for publication. However, as part of staff’s joint review with the San Diego Air Pollution Control District (SDAPCD), it has become apparent that both the SDAPCD staff and the Energy Commission staff would benefit from holding another workshop, prior to publication of the PSA.

The workshop is necessary for both agencies to discuss with the applicant, the applicant’s approach to developing the air quality model. It is also important for both agencies to discuss which of the QBGP’s operating parameters can be adjusted to achieve the lowest emission of criteria pollutants (e.g., start up times for each engine; expected ramp time for the total rated capacity). Related, staff is working to develop and propose conditions of certification in the PSA that are consistent with the SDAPCD’s conditions that will be included in the Preliminary Determination of Compliance (PDOC). The workshop will provide a public forum for this discussion between the agencies and the applicant.

Preparation of the Preliminary Determination of Compliance (PDOC)
Until recently, the SDAPCD had competing workload assignments and therefore was not able to prioritize their review of the QBGP. The SDAPCD is now actively reviewing the QBGP and will participate in the next staff workshop. Following the workshop, the SDAPCD expects to publish the PDOC by March 22, 2013.

Staff Workshop
Staff plans to notice a workshop to be held during the last week of February 2013 or during the first week of March. At this time, staff is working out the logistics of the venue and coordinating availability with the SDAPCD and the applicant. Staff will try
to identify two separate workshop dates then survey the interveners before selecting a date that will work best.

Proposed Revised Schedule
Due to the need for Energy Commission staff and SDAPCD staff to further discuss and analyze the QBGP's potential impacts to air quality, staff is proposing the Committee adopt the attached, revised schedule.
<table>
<thead>
<tr>
<th></th>
<th>ACTIVITY</th>
<th>Calendar Day</th>
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<tbody>
<tr>
<td>1</td>
<td>Discovery phase ends</td>
<td>12-14-12</td>
</tr>
<tr>
<td>2</td>
<td>All parties file status reports</td>
<td>01-09-13</td>
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<tr>
<td>3</td>
<td><strong>Staff Workshop on Air Quality</strong></td>
<td>TBD</td>
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<tr>
<td>4</td>
<td>SDAPCD issues Preliminary Determination of Compliance (POC)</td>
<td>03-22-13</td>
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<tr>
<td>5</td>
<td>Preliminary Staff Assessment (PSA) filed*</td>
<td>03-29-13</td>
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<tr>
<td>6</td>
<td>Status Conference (if needed)**</td>
<td>TBD</td>
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<tr>
<td>7</td>
<td>PSA workshop(s)</td>
<td>TBD</td>
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<tr>
<td>8</td>
<td>Public and agency comments on PSA are due</td>
<td>04-29-13</td>
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<tr>
<td>9</td>
<td>SDAPCD issues Final Determination of Compliance (FDOC)</td>
<td>05-03-13</td>
</tr>
<tr>
<td>10</td>
<td><strong>Final Staff Assessment (FSA) filed</strong></td>
<td>05-27-13</td>
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<tr>
<td>11</td>
<td>Prehearing Conference**</td>
<td>TBD</td>
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<tr>
<td>12</td>
<td>Evidentiary hearings**</td>
<td>TBD</td>
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<tr>
<td>13</td>
<td>Committee files Presiding Member’s Proposed Decision (PMPD)**</td>
<td>TBD</td>
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<tr>
<td>14</td>
<td>Hearing on the PMPD**</td>
<td>TBD</td>
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<tr>
<td>15</td>
<td>Committee files errata or revised PMPD (if necessary)**</td>
<td>TBD</td>
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<tr>
<td>16</td>
<td>Full Commission issues its Final Decision</td>
<td>TBD</td>
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</table>

*If the PDOC is published sooner, the PSA will also be published sooner*

**Items 6, 11, 12, 13, 14 and 15 will be scheduled by the Committee**
APPLICATION FOR CERTIFICATION FOR THE
QUAIL BRUSH GENERATION PROJECT

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After docketing, the Docket Unit
will provide a copy to the persons
listed below. Do not send copies
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so.

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Member

ANDREW McALLISTER
Commissioner and Associate
Member

Raoul Renaud
Hearing Adviser

Eileen Allen
Commissioners' Technical
Adviser for Facility Siting

Galen Lemei
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Jennifer Nelson
Adviser to Commissioner Douglas

David Hungerford
Adviser to Commissioner McAllister

Patrick Saxton
Adviser to Commissioner McAllister

Eric Solorio
Project Manager

Stephen Adams
Staff Counsel
DECLARATION OF SERVICE

I, Diane L. Scott, declare that on February 8, 2013, I served and filed copies of the QUAIL BRUSH GENERATION PROJECT (11-AFC-03) STAFF'S STATUS REPORT #10, dated February 8, 2013. This document is accompanied by the most recent Proof of Service, which I copied from the web page for this project at: http://www.energy.ca.gov/sitingcases/quailbrush/index.html.

The document has been sent to the other parties in this proceeding (as shown on the Proof of Service) and to the Commission's Docket Unit, as appropriate, in the following manner:

(Check one)

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

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

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

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

Dated: February 8, 2013

[Signature]

Diane L. Scott, Project Assistant
Siting, Transmission and Environmental Protection Division