CALIFORNIA ENERGY COMMISSION
1516 NINTH STREET
SACRAMENTO, CA 95814-5512
www.energy.ca.gov

NOTICE OF RECEIPT OF AN APPLICATION FOR CERTIFICATION FOR THE SAN FRANCISCO ELECTRIC RELIABILITY PROJECT (04-AFC-1)

Our records indicate that you were on the pubic notification list for the Mirant Potrero Unit 7 Project Application For Certification (AFC), which was processed by the California Energy Commission in 2000 thru 2003. In November 2003, that project's schedule was suspended by the Energy Commission at the request of Mirant. On March 18, 2004, the City and County of San Francisco (CCSF or City) submitted an AFC to construct and operate a simple cycle power plant, the San Francisco Electric Reliability Project (SFERP), at the former Mirant Potrero Unit 7 site. Your property is not within the sphere for public notification for the SFERP (1,000 feet from the project and project lay down area and 500 feet from all off-site linear pipelines and transmission lines). However, if you would like to receive notices of all project-related activities for the SFERP, please fill out and return the attached form, or contact Theresa Epps, Project Secretary, at (916) 654-3900 (e-mail at tepps@energy.state.ca.us).

The SFERP is being pursued by the City to reduce the need for existing unreliable and highly-polluting in-City generation while maintaining the reliability of the electric system. According to the California Independent System Operator, the SFERP would enable closure of the Hunters Point Power Plant, a City objective since 1998, provided the eight transmission projects that are currently planned or under development are completed. The SFERP would also support closure of old units at the Potrero Power Plant as further transmission upgrades, renewable resources and improvements in energy efficiency are put into place within, and in the vicinity of, the City.

The SFERP would consist of a nominal 145 megawatt (MW) simple-cycle plant, using three natural gas-fired LM 6000 gas turbines and associated infrastructure. The project site is located adjacent to the San Francisco Bay in the Potrero District of San Francisco, within the existing Potrero Power Plant site, owned and operated by Mirant Potrero, LLC. The SFERP will be located on a portion of the previously proposed Potrero Unit 7 site.

Process water for the project would be delivered via a City water pump station located on Marin Street near Cesar Chavez to a new water treatment plant located on the southern portion of the project site, adjacent to 23rd Street. The onsite treatment system would be designed to produce Title 22-quality recycled water. Plant wastewater and reject water from the SFERP's water treatment system would be discharged into the City's sewer system, which routes the waste to the Southeast Water Pollution Control Plant (SEWPCP).

The project will be interconnected with PG&E's exiting 115 kV electrical substation located adjacent to plant site on its west boundary. A new overhead transmission line would tie the adjacent PG&E substation to the plant switchyard.

DOCKET
04-AFC-1
DATE
RECD. APR 0 2 2004

Natural gas for the facility would be delivered through a new 250-foot-long, 12-inch diameter pipeline that would connect to PG&E's San Francisco Load Center, which is located on the western portion of the PG&E Potrero Substation. This service would be connected to a booster compressor station that would be part of the SFERP facility.

The Energy Commission is responsible for reviewing and ultimately approving or denying all thermal electric power plants, 50 MW and greater, proposed for construction in California. The Energy Commission's facility certification process carefully examines public health and safety, environmental impacts and engineering aspects of proposed power plants, and all related facilities such as electric transmission lines, natural gas pipelines, etc. The Energy Commission's responsibilities are those of a lead agency under the California Environmental Quality Act (CEQA), except the Commission's analysis includes several documents other than an Environmental Impact Report.

Over the coming months, the Energy Commission will conduct a number of public workshops and hearings on the proposal to determine whether the project should be approved for construction and operation and under what set of conditions. These workshops will provide the public as well as local, state and federal agencies the opportunity to ask questions about, and provide input on, the proposed project. The Energy Commission will issue notices for these workshops and hearings 10-14 days prior to the meeting.

Please direct your questions to Bill Pfanner, Energy Commission Project Manager, at (916) 654-4206, or by e-mail at bpfanner@energy.state.ca.us. If you desire information on participating in the Energy Commission's review of the project, please contact Ms. Margret Kim, the Energy Commission's Public Adviser, at (916) 654-4489 or toll free in California, at (800) 822-6228. The Public Adviser's Office can also be contacted via email at pao@energy.state.ca.us. The status of the project, copies of notices, an electronic version of the AFC, and other relevant documents are also available on the Energy Commission's Internet web site at: http://www.energy.ca.gov/sitingcases/index.html

Availability of the AFC Document and Amendments

Copies of the AFC are available for public inspection at the following local libraries:

San Francisco Public Library – Main Library
Civic Center
San Francisco, CA 94102

San Francisco Public Library – Potrero
1616 20th Street
San Francisco, CA 94107

San Francisco Public Library – Bayview
Anna E. Waden Branch
5075 3rd Street
San Francisco, CA 94124

Copies are also available at the Energy Commission's Library in Sacramento, the California State Library in Sacramento, and at public libraries in Los Angeles, San Diego, Fresno, and Eureka. In addition, copies will be distributed to those public agencies which would normally have jurisdiction except for the Energy Commission's exclusive authority to certify sites and related facilities.

Sincerely,

Paul C. Richins, Jr.,
Energy Facilities Siting Program Manager

STATE OF CALIFORNIA —THE RESOURCES AGENCY

GRAY DAVIS, *Governor*

CALIFORNIA ENERGY COMMISSION
1516 NINTH STREET
SACRAMENTO, CA 95814-5512

Please include me on the California Energy Commission's Public Notice List for the San Francisco Electric Reliability Project (SFERP) Application For Certification (04-AFC-1)

Name:

Address:

City/State/Zip:

FOLD HERE

California Energy Commission
Attention: Evelyn Johnson
1516 Ninth Street, MS-15
Sacramento, CA 95814-5512

FOLD HERE

Staple or Tape closed.