From:

DeShazo, Gary [GDeShazo@caiso.com]

Sent:

Friday, April 04, 2008 5:49 PM

To:

Scott, Rosie; Hale, Barbara

Cc:

Perez, Armando

Subject:

FW: Barbara Hale draft letter

Importance: High

Attachments: Barbara Hale Ltr (3).doc

Please pass on to Barbara. This letter is not final as Armie has indicated. We are waiting for input from Barbara.

Gary

From: Perez, Armando

**Sent:** Friday, April 04, 2008 5:15 PM

To: DeShazo, Gary

Subject: FW: Barbara Hale draft letter

Importance: High

Gary: Please follow up with Barbara that I am waiting for her comments on this letter before I finalize it. It is not clear to me, from this email, that that is taking place.

From: Allotey, Carol

**Sent:** Friday, April 04, 2008 4:44 PM

To:

**Cc:** DeShazo, Gary; Perez, Armando **Subject:** Barbara Hale draft letter

Importance: High

Rosie,

Please see attached draft letter to Barbara Hale; will mail a final sign copy on Monday, April 7, 2008. If you have any questions or concerns please contact Mr. Gary DeShazo at 916.351.5880

Warm Regards,

# Carol Allotey

**Executive Assistant** 

ph. 916.351.2209

fax.916.351.2350

#### **DRAFT**

April 4, 2008

Ms. Barbara Hale Assistant General Manager San Francisco Public Utilities Commission Power Enterprise 1155 Market St., 11<sup>th</sup> Floor San Francisco, CA 94103

Dear Ms. Hale,

The California Independent System Operator ("California ISO") is pleased to hear that the City and County of San Francisco (the "City") is nearing completion of its process to successfully site the four simple cycle combustion turbine peaking power generation units (the "Project") within the City and the San Francisco International Airport

Regarding your letter of April 2, 2008 asking for our "current understanding" of the need for the Project to meet Federal reliability standards as described in the San Francisco Action Plan ("Action Plan"), the California ISO continues its support for the Plan as the best mechanism for achieving the City's goals and maintaining electric system reliability within San Francisco. As such, the California ISO provides the following responses to your questions.

## Question 1

"Whether construction and operation of the Airport Project is required to achieve removal of the Potrero Units' RMR designation, or alternatively if such removal can be achieved through the construction and operation of the In-City Project alone?"

## Answer 1

Per the Action Plan, the Project, as defined in your April 2, 2008 letter, is required to achieve removal of the Potrero Units' RMR designation.

### Question 2

"Whether in the absence of one or both components of the Project the reasonably foreseeable development of the SFPUC's in-City renewable energy generation portfolio would nevertheless allow for the removal of the Potrero Units' RMR designation in the near future. (For your information, current SFPUC plans for developing in-City generation are comprised of photovoltaic generation facilities of various operating capacities.)"

## Answer 2

The California ISO's ability to remove the RMR designation from the Potrero Units is based on the ability of the Project to provide the same characteristics and generating capacity as is currently provided by the existing Potrero Units, including "around the clock" availability. However, it should be noted that around the clock availability is a characteristic that is not provided by photovoltaic generation.

If you have any questions, please do not hesitate in contacting Mr. Gary DeShazo at (916-608-5880).

Sincerely yours,

Armando J. Perez Vice President of Planning & Infrastructure Development

cc: Karen Edson Gary DeShazo

From: Edson, Karen [KEdson@caiso.com]

Sent: Thursday, April 24, 2008 2:19 PM

To: Hale, Barbara

Cc: DeShazo, Gary; Allotey, Carol

Subject: Meetings re SF Peaker Project

#### Barbara,

Gary DeShazo and I are available to meet with Board members on Tuesday, May 6<sup>th</sup>. Please let us know who, when, etc. I'd also like to schedule a pre-meeting or conference call to make sure we understand the exact status of the project. Thanks!

#### Karen

Karen Edson Vice-President of External Affairs California Independent System Operator 916-351-4435

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From: Edson, Karen [KEdson@caiso.com]

**Sent:** Friday, March 28, 2008 3:28 PM

To: Hale, Barbara

Cc: DeShazo, Gary; Perez, Armando; Saracino, Nancy

Subject: SF CTs

#### Barbara,

Glad to hear you are making progress on the CT project. Gary DeShazo is the right point of contact here. We've spoken, and he is prepared to work with you on correspondence that reiterates our previously described position. Please feel free to call at any time.

#### Karen

Karen Edson Vice-President of External Affairs California Independent System Operator 916-351-4435

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From: Hale, Barbara

**Sent:** Monday, May 12, 2008 8:50 AM

To: Karen Edson (kedson@caiso.com); DeShazo, Gary

Subject: Chron Editorial Says No to CTs

# http://www.sfgate.com/cgi-bin/article.cgi?f=/c/a/2008/05/12/EDFJ10JUPG.DTL

Barbara Hale Assistant General Manager, Power San Francisco Public Utilities Commission 1155 Market Street San Francisco, CA 94103 ph: 415-554-2483

fax: 415-554-3280

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From: Hale, Barbara

**Sent:** Thursday, April 24, 2008 5:44 PM

To: Edson, Karen; Spanjian, Laura

Cc: DeShazo, Gary; Allotey, Carol

Subject: RE: Meetings re SF Peaker Project

Thanks so much, Karen. Laura Spanjian, SFPUC Assistant GM for External Affairs, will be working with key members of the Board of Supervisors to set these meetings up. And yes, we should also schedule a meeting or conference call to prep the morning of the 6th or afternoon of the 5th. Availability for that? Barb

From: Edson, Karen [mailto:KEdson@caiso.com]

**Sent:** Thursday, April 24, 2008 2:19 PM

To: Hale, Barbara

**Cc:** DeShazo, Gary; Allotey, Carol **Subject:** Meetings re SF Peaker Project

#### Barbara,

Gary DeShazo and I are available to meet with Board members on Tuesday, May 6<sup>th</sup>. Please let us know who, when, etc. I'd also like to schedule a pre-meeting or conference call to make sure we understand the exact status of the project. Thanks!

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Karen Edson Vice-President of External Affairs California Independent System Operator 916-351-4435

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