From: Simon, Sean A. Sent: 8/27/2010 3:08:28 PM To: Allen, Meredith (/O=PG&E/OU=Corporate/cn=Recipients/cn=MEAe) Cc: Redacted Bcc:

Subject: Energy Division data request for additional information for Advice Letter (AL) 3703-E

PG&E,

Energy Division requests additional information for Advice Letter (AL) 3703-E, which concerns Amendments to the Power Purchase Agreements for Procurement of Eligible Renewable Energy Resources Between BrightSource Energy, Inc. and Pacific Gas and Electric Company.

Please provide a detailed response by COB on **Friday**, **September 3**, **2010**. Once you have reviewed the data request, please contact Sean Simon at 415-703-3791; <u>svn@cpuc.ca.gov</u> to schedule a call or meeting to discuss your response.

1/ Please provide the work papers
(excel file) supporting the cost data provided in AL 3703-E, Confidential
Appendix D at 19-21 (Change in Cost Assumptions tables).

2/ Revise the "Change in Cost Assumptions" tables to include unit cost changes, where applicable. 3/ Identify the project cost input changes that are a direct result of either the project design re-configuration per environmental impact mitigation measures and the conditions for obtaining the DOE Loan Guarantee.

4/ Do the increased contract prices reflect a perfect correlation to the changes in the project cost assumptions or is the developer absorbing some of the cost changes?

 $5/\,$ Provide additional detail on the specific cost drivers for the EPC and Balance of Plant costs.

6/ Explain why the cost data in AL 3703-E, Confidential Appendix D at 19-21, does not correspond to the cost assumptions provided on July 9, 2009, in response to an Energy Division Staff data request. Specifically, explain why the "Old Assumptions" in the cost data table provided in AL 3703-E differ from the "New Assumptions" in the aforementioned response to staff's data request. A table reflecting this cost information was also included in Resolution E-4266 at 32.

Regards,

Sean

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http://www.cpuc.ca.gov/renewables

Confidentiality
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