

From: Cherry, Brian K
Sent: 12/4/2010 5:12:52 PM
To: 'pac@cpuc.ca.gov' (pac@cpuc.ca.gov)
Cc:
Bcc:
Subject: Fw: Need CPUC waiver

FYI. Let's talk next week.

From: Johnson, Kirk
Sent: Saturday, December 04, 2010 03:31 PM
To: Cherry, Brian K; Horner, Trina; Stock, William
Cc: Salas, Edward A (ET); Williams, Geisha; Hayes, William
Subject: Need CPUC waiver

Brian et al, we are working on plans to use LNG in SF as part of our plan to meet core load on a very cold day this winter. As noted below we need to do training and there is a CPUC notification requirement that I need to get Paul Clannon to help us with. If we can get the requirement waived, we can get the training completed and the LNG in place earlier.

We have our engineers and others working on the location and set up issues. All work is happening in parallel. If we can get a waiver by early AM Monday we can move forward.

We still have a lot of work going on and I will give an update later the this weekend.

Please call me on my cell if you want to talk or we can make progress on this issue this weekend.

Kirk
415 244 1109

LNG - Below are some dates that Austin has provided to get LNG available asap. Austin needs to configure the equipment in new ways for the types of applications and therefore needs to perform testing and training. He currently has training and testing scheduled in Yuba City for the week of December 13. This training will reduce risk and doubt in the capability and ability of these systems used in this type of configuration. The testing is scheduled for that week due to the two week lead time notification to the PUC.

Ideally, Austin would like to test and train on the following schedule provided the PUC waives the two

week notification requirement:

He does not anticipate an issue with the SFFD and will continue the discussion with them regarding our return to the SFGLC and the Presidio injection location.

Where we could use some high level help is to get the CPUC to work with us to waive the 2 week notification requirement so Austin can complete his testing and training so that LNG can be available asap. Overall LNG looks promising and if we can get all of the above in place we do not expect the need for core curtailments.