

From: Cherry, Brian K
Sent: 3/21/2011 2:52:54 PM
To: 'pac@cpuc.ca.gov' (pac@cpuc.ca.gov); 'frl@cpuc.ca.gov' (frl@cpuc.ca.gov)
Cc:
Bcc:
Subject: Fw: IPP force majeure

Now you see why we need Oakley.

----- Original Message -----

From: Horner, Trina
Sent: Monday, March 21, 2011 02:19 PM
To: Bottorff, Thomas E; Cherry, Brian K
Cc: Middlekauff, Charles (Law)
Subject: IPP force majeure

Tom, Brian,

Maybe you're already aware of this but in case not: At this morning's Headline News Fong reported that two Independent Power Producers, one of which is Calpine, have provided Notice of force majeure to PG&E under their new project contracts. These two IPPs are relying on key components for their respective new generation facilities, that are made in Japan. Two Calpine facilities will be impacted: Los Esteros and Russell City. I couldn't catch the name of the other IPP and facility which will be impacted, but can follow up with Fong. He didn't elaborate on the extent or actual likelihood of any delay, just that we had been served notice under the contract.

Charles may know more.