

From: Cherry, Brian K  
Sent: 7/5/2011 6:22:08 PM  
To: 'michael.peevey@cpuc.ca.gov' (michael.peevey@cpuc.ca.gov)  
Cc:  
Bcc:  
Subject: RE: GWF

Checked on TGB Coyote. Energy Division isn't planning on bringing this to you until October. We are happy to see it expedited.

**From:** Peevey, Michael R. [mailto:michael.peevey@cpuc.ca.gov]  
**Sent:** Tuesday, July 05, 2011 05:16 PM  
**To:** Cherry, Brian K  
**Subject:** RE: GWF

Good. On other projects, how about wrapping up the NorthStar contract. I understand they have come down in price. Second, how about speeding up the TGP Coyote Canyon Project? This is a geothermal project in Nevada that connects to the ISO at the Control substation in Inyo County. We should act on this one at our August meeting.

**From:** Cherry, Brian K [mailto:BKC7@pge.com]  
**Sent:** Tue 7/5/2011 5:04 PM  
**To:** Peevey, Michael R.  
**Cc:** Brown, Carol A.  
**Subject:** GWF

Mike - just a heads-up. We inked a deal with GWF on eliminating 5 petroleum coke facilities and extending the contracts on two existing peaker units. The peaker deal is similar in pricing, terms and conditions to a deal we made with Calpine last year. We decided not to pursue a combined cycle retrofit project because the economics weren't there to justify it no matter how we cut the deal. Dan Richard and Bill Kissinger will be visiting your office in the next few weeks to give you more color. I don't think there should be a major problem with this solution, but we can chat at NARUC if you'd like more details (or you can shoot me a note). We plan on filing an application at the end of the month.