

From: Cherry, Brian K
Sent: 7/11/2013 10:56:36 AM
To: Paul Clanon (paul.clanon@cpuc.ca.gov)
Cc:
Bcc:
Subject: Fwd: DCP Unit 2 Update from Ed Halpin
FYI.

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Begin forwarded message:

From: DCP Communications <DCPPCommunications@pge.com>
Date: July 11, 2013, 10:55:18 AM PDT
To: Officers - All <AllPGEOfficers@exchange.pge.com>
Cc: "Halpin, Ed" <E1H8@pge.com>, "Allen, Barry" <BSA8@pge.com>, "Cuddy, Thomas" <TNCS@pge.com>
Subject: DCP Unit 2 Update from Ed Halpin

Officer Team;

The purpose of today's communication is to provide you with a high-level update on general plant status – following the trip that occurred on Wednesday, July 10, 2013 – and the progress our team is making to understand the events that led to the trip and our path forward to safely return Unit 2 to service.

If you have any questions or need additional information, please reach out to me at your convenience.

Problem Statement: Unit 2 automatically shut down due to a lightning arrester flashing to ground. Planned maintenance activities were in progress as a nearby 500kv insulator was being "hot washed." The hot wash of Diablo Canyon 500kv insulators is a routine maintenance activity that is conducted approximately every six weeks.

1. Overall Plant Status

- Unit 1 is safely operating at 100 percent power with no major issues.
- Unit 2 is in Mode 3 (Hot Standby).

2. Forced Outage Progress

- Our team continues to work methodically and thoughtfully to fully understand the flashover event and has developed a path forward to safely and successfully return Unit 2 to service.

Over the next 24-48 hours, we will test our equipment to ensure there is no additional damage to existing equipment. We will also install and test a new lightning arrestor. Most importantly our team needs to understand why the impacted lightning arrestor flashed to ground. Understanding generic implications and putting compensatory measures in place is also important.

At this time, we project to parallel to the grid this weekend pending no emergent issues.

We will continue to keep you updated by providing daily reports. As always, please reach out to me at your convenience so I may address any concerns or questions you may have.

Thank you again for your support.

Ed