

**CALIFORNIA ELECTRICITY GENERATION
FACILITIES STANDARDS COMMITTEE**

RESOLUTION NO. 5
Adopted October 27, 2004

WHEREAS the People of the State of California and the California Legislature have found, declared, and enacted the following in Senate Bill No. X2 39 (Chapter 19, Statutes of 2001-2002, Second Extraordinary Session):

- (a) Electric generating facilities and powerplants in California are essential facilities for maintaining and protecting the public health and safety of California residents and businesses;
- (b) It is in the public interest to ensure that electric generating facilities and powerplants located in California are effectively and appropriately maintained and efficiently operated;
- (c) Owners and operators of electric generating facilities and powerplants provide a critical and essential good to the California public; and
- (d) To protect the public health and safety, and to ensure electrical service reliability and adequacy, the California Electricity Generation Facilities Standards Committee (Committee) is established to develop and adopt standards for the maintenance and operation of facilities for the generation of electric energy owned by an electrical corporation or located in California, except those specifically exempted in California Public Utilities Code § 761.3(d) and 761.3(h).

WHEREAS Senate Bill No. X2 39 and Public Utilities Code § 761.3 direct the Committee to adopt, and the California Public Utilities Commission to implement and enforce, standards for the maintenance and operation of facilities for the generation of electric energy owned by an electrical corporation or located in California.

WHEREAS on August 23, 2004, the Committee's Presiding Officer served draft Operation Standards for comment on participants before the Committee.

WHEREAS on September 10, 2004, comments were received from AES Generators, Calpine Corporation, Duke Energy North America, Elk Hills Power LLC, FPL Energy LLC, Independent Energy Producers, Mirant California, Pacific Gas and Electric Company, Reliant Energy, San Diego Gas and Electric Company, Southern California Edison Company, and West Coast Power LLC, and on September 15, 2004 no reply comments were received.

WHEREAS on September 20 and on September 21, 2004, Committee staff conducted workshops in San Francisco to further consider draft Operation Standards.

WHEREAS on October 1, 2004, supplemental comments were received from AES Generators, Calpine Corporation, Duke Energy North America, Joint Generating Asset Owners, Pacific Gas and Electric Company, Reliant Energy, San Diego

Gas and Electric Company, Southern California Edison Company, and West Coast Power LLC, and on October 6, 2004, supplemental reply comments were received from Elk Hills Power LLC.

And WHEREAS the Committee has considered comments and reply comments, workshop feedback, and supplemental comments and reply comments (including a marked up version offered by the Joint Generating Asset Owners) in its further consideration of Operation Standards.

THEREFORE, IT IS RESOLVED AND ORDERED by the California Electricity Generation Facilities Standards Committee (Committee) that:

1. Operation Standards and Recommended Guidelines for Generating Asset Owners in Attachment A to this Resolution are adopted.
2. Committee staff shall (a) file this Resolution with the California Public Utilities Commission, and (b) serve a copy on

the service list of participants before the Committee.

3. This Resolution is effective today.

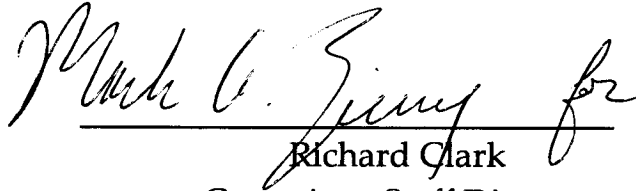
Dated October 27, 2004 at San Francisco, California.

Certification of Staff Director:

I certify that the foregoing resolution was introduced and adopted at a meeting of the California Electricity Generation Facilities Standards Committee held on October 27, 2004, the following members voting favorably thereon:

Carl W. Wood, Presiding Officer
Glenn Bjorklund, Member

Note: Michael Kahn, Member, was necessarily absent from this meeting.


Richard Clark
Committee Staff Director

Attachment