

CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET
SACRAMENTO, CA 95814-5512
www.energy.ca.gov



May 14, 2007



Jesus Armas, City Manager
City of Hayward
777 B Street
Hayward, CA 94541

RE: Eastshore Energy Center – Feasibility of common site for both Eastshore and Russell City power plants

Dear Mr. Armas:

In its Revised Scheduling Order of April 5, 2007, the California Energy Commission (Energy Commission) Eastshore Energy Center Committee (Committee) directed staff to analyze viable site alternatives to the proposed Eastshore Energy Center (Eastshore) location. As directed by the Committee, staff has contacted the Russell City Energy Center (RCEC) proponent regarding the feasibility of one site for both projects, potential cumulative impacts of two sites, alternative interconnection locations, and other relevant information.

The RCEC was originally certified for construction at 3636 Enterprise Avenue in Hayward. On October 11, 2005, when relocation of the RCEC was under initial discussion, the Hayward City Council adopted Resolution #05-125, supporting a proposed exchange of property between the RCEC applicant and the City of Hayward for a new site, also located on Enterprise Avenue. The Energy Commission is seeking your input regarding potential City-owned land adjacent to the new RCEC site that might be available to construct the Eastshore project. We believe the land proposed as the lay-down area by the RCEC (east of the wastewater treatment facility) may be available for purchase from the City of Hayward. We would appreciate any input from the City regarding the availability of this site, or any other City-owned land in close proximity to the RCEC, as well as any information regarding easements or encumbrances that could impact the potential siting of a combined RCEC and Eastshore facility.

Staff requests your input on the questions (identified above) as raised by the Committee. It would be helpful if we could receive your input no later than May 25, 2007. Please contact me at (916) 654-4206 if you have any questions. If you will need additional time, please let us know when you will be able to respond.

Thank you for your assistance.

Sincerely,

William Pfanner, Project Manager
Energy Facilities Siting Division

cc: Docket (06-AFC-6)