

DOCKET 07-AFC-4	
DATE	FEB 07 2008
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**BEFORE THE ENERGY RESOURCES CONSERVATION AND DEVELOPMENT
COMMISSION OF THE STATE OF CALIFORNIA**

**APPLICATION FOR
CERTIFICATION FOR THE CHULA
VISTA ENERGY UPGRADE
PROJECT**

DOCKET NO. 07-AFC-4
(AFC filed 08/10/07)

MMC ENERGY, INC'S STATUS REPORT #2

February 7, 2008

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February 7, 2008

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As indicated in MMC Energy, Inc.'s ("MMC") December 17, 2007 Status Report, MMC has submitted responses to California Energy Commission Staff's ("Staff") data requests and only a few outstanding requests remain. The outstanding data responses all rely on receiving information from other agencies. MMC is working with these agencies to obtain this information in an expedited manner whenever possible. The status of those responses is detailed below.

Staff requested information on potential system upgrades required to ensure deliverability of power from the Chula Vista Energy Upgrade Project. Since the proposed project to replace the Southbay Powerplant has been withdrawn from the interconnection queue, the congestion on the transmission system will be reduced and system upgrades limited or removed completely. Initial indications from the California Independent System Operator (CAISO) are that no system upgrades are required. MMC is waiting for San Diego Gas and Electric to complete the Interconnection Facilities Assessment Study, which will provide a final determination on this issue. The CAISO previously expected to receive this study from San Diego Gas & Electric and complete their review by the end of 2007, but now expects to receive and complete the study by the second week of March.

MMC is reconciling conflicting information regarding delivery of a draft Preliminary Determination of Compliance ("PDOC") from the San Diego Air Pollution Control District ("APCD"). One APCD staff person informed MMC that the PDOC was already submitted to the California Energy Commission. However, a different APCD staff person indicated the PDOC

would be issued by February 7, 2008. MMC will continue its discussions with the APCD to ensure the PDOC is issued and docketed.

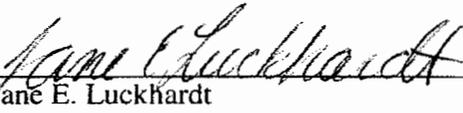
MMC has acquired the necessary data to prepare an air quality cumulative impacts analysis from the APCD. MMC expects to review the data and complete the cumulative impacts analysis by the end of next week.

MMC filed responses to the Environmental Health Coalition's data requests on Wednesday, February 6, 2008.

MMC continues to work with the city of Chula Vista as well as local entities and groups to discuss the project and listen to any concerns. MMC appreciates the opportunity to keep the Committee informed about the status of this proceeding.

DATED: February 7, 2008

DOWNEY BRAND LLP

By: 
Jane E. Luckhardt

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**PROOF OF SERVICE
(Revised January 3, 2008)**

INSTRUCTIONS: All parties shall either (1) send an original signed document plus 12 copies or (2) mail one original signed copy AND e-mail the document to the address for the docket as shown below, AND (3) all parties shall also send a printed or electronic copy of the document, which includes a proof of service declaration to each of the individuals on the proof of service list shown below:

CALIFORNIA ENERGY COMMISSION

Attn: Docket No. 07-AFC-4
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docket@energy.state.ca.us

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<p>Environmental Health Coalition Diane Takvorian & Leo Miras 401 Mile of Cars Way, Suite 310 National City, CA 91950 DianeT@environmentalhealth.org LeoM@environmentalhealth.org</p>	
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DECLARATION OF SERVICE

I, Lois Navarrot, declare that on February 7, 2008, I deposited copies of the attached **MMC ENERGY, INC.'s STATUS REPORT #2** in the United States mail at Sacramento, California with first-class postage thereon fully prepaid and addressed to those identified on the Proof of Service list above.

OR

Transmission via electronic mail was consistent with the requirements of the California Code of Regulations, title 20, sections 1209, 1209.5 and 1210. All electronic copies were sent to all those identified on the Proof of Service list above.

I declare under penalty of perjury that the foregoing is true and correct.



Lois Navarrot