AMENDMENT NUMBER TWO
TO THE
THERMAL POWER PLANT SITE CERTIFICATE
FOR THE
COYOTE SPRINGS COGENERATION PROJECT

This amendment number two to the thermal power plant site certificate for the Coyote Springs Cogeneration Project (CSCP) is issued and executed pursuant to the Order in the Matter of the Thermal Power Plant Site Certificate for the Coyote Springs Cogeneration Project Request for Amendment No. 2 between the State of Oregon (State) acting by and through the Energy Facility Siting Council (EFSC) and Portland General Electric Company (PGE), an Oregon corporation.

The amendment authorizes PGE to use #2 low-sulfur distillate oil for back-up fuel for the natural gas-fired combustion turbines at the Coyote Springs Cogeneration Project. It revises one site certificate condition, as noted below, and adds new site certificate conditions relating to the use of alternative fuel in a natural gas-fired facility.

I. SITE CERTIFICATION

Site Certification A is replaced with the following condition:

A. To the extent authorized by State law and subject to those warranties and conditions set forth herein, the State approves and authorizes for construction, operation and retirement by PGE of a natural gas-fired combustion turbine energy facility with oil firing back-up (as defined in OAR 345-01-010(33)), together with related or supporting facilities in Boardman, Oregon, in the manner described in PGE’s application for site certificate. “Facility”, as used in this site certificate, consists of the energy facility and the related or supporting facilities described in PGE’s application for site certificate, except where otherwise stated or where the context clearly indicates otherwise. The findings of facts, reasoning and conclusions of law underlying the terms and conditions of this site certificate are set forth in EFSC’s final order and subsequent orders approving amendments number one and two, which by this reference are incorporated herein. Subject to the conditions herein, this certificate binds the State and all counties, cities and political subdivisions in this State as to the approval of the site and the construction, operation and retirement of the facility, as to matters that are included in and governed by this site certificate.

XII. CONDITIONS ISSUED PURSUANT TO USING ALTERNATE FUEL IN A NATURAL GAS-FIRED FACILITY

The site certificate is amended to add the conditions stated below.
1. The CSCP shall not exceed permitted emission levels, total emissions or the allowable amount of distillate fuel use stated in its Air Contaminant Discharge Permit (amended for distillate fuel burning). The CSCP’s use of distillate fuel in its combustion turbines in any year shall not exceed an amount of 10 percent of the expected total fuel use, on a Btu higher heating value basis.

2. PGE shall not use \#2 low sulfur distillate fuel oil in its turbines at CSCP prior to receiving an amended Air Contaminant Discharge Permit from the Department of Environmental Quality authorizing it to burn distillate fuel.

3. PGE shall prepare a Spill Prevention Control and Countermeasures Plan meeting federal standards and fully implement it within one year of storing distillate fuel at CSCP.

4. PGE shall prepare a response plan meeting the requirements of a Federal Response Plan for CSCP suitable for submission to the U.S. Environmental Protection Agency Regional Administrator prior to beginning filling the second distillate oil storage tank.

Portland General Electric Company

State of Oregon

Energy Facility Siting Council

Terry Edvalson, Chair

March 11, 1997

March 7, 1997