



OFFICE OF THE GOVERNOR

June 1, 2012

Alisdair McLean  
Vice President, Strategic Initiatives  
Plasco Energy Group  
1000 Innovative Drive, Suite 400  
Ottawa, Ontario, K2K3E7

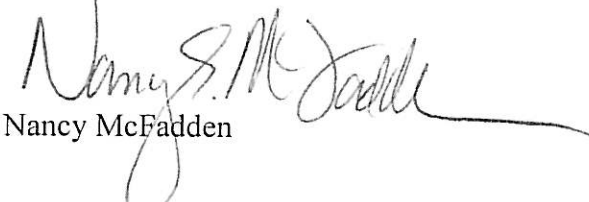
Ré: Proposed Salinas Valley Project

Dear Mr. McLean:

As you know, the Department of Resources Recovery and Recycling recently sent you a letter concluding that, as proposed, the Salinas Valley project does not meet the criteria under California Public Resources Code section 40117 for a gasification facility. Nonetheless, we believe there is value in facilitating the commercial deployment of waste to energy technologies in California, and Plasco's proposed plasma gasification facility in particular.

Toward this end, the Governor's Office will be supportive of legislation during the current session to allow Plasco's project to proceed on a pilot basis and be considered an eligible renewable energy resource under state law. In addition, we fully support CalRecycle's efforts to develop alternative policies regarding waste to energy in California, including developing a technology-neutral, feedstock-based performance standard that could eventually be used in place of the definition of gasification for determining RPS eligibility.

Sincerely,

  
Nancy McFadden

*We can make  
this work.  
Thanks.*