

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF CALIFORNIA**

Rulemaking Regarding Whether, or Subject to)	
What Conditions, the Suspension of Direct)	Rulemaking 07-05-025
Access May Be Lifted Consistent with)	(Filed May 24, 2007)
Assembly Bill 1X and Decision 01-09-060.)	
_____)	

NOTICE OF EX PARTE COMMUNICATION

Pursuant to Rule 8.3 of the Commission's Rules of Practice and Procedure, The Utility Reform Network (TURN) hereby gives notice of the following *ex parte* communication.

On June 1, 2010, at approximately 12 o'clock noon, Michel Peter Florio, Senior Attorney for TURN, met with Karl Meeusen, advisor to Commission President Michael Peevey, in the Commission's San Francisco offices. The meeting lasted approximately twenty-five minutes.

Mr. Florio expressed TURN's concerns with the issues raised by AReM in their May 26, 2010 telephonic meeting with Mr. Meeusen regarding the scope of further proceedings in this rulemaking. In particular, Mr. Florio stated that TURN opposed the "load auction" proposal discussed by AReM and recommended that it not be considered in the DA OIR. If such a proposal is to be considered yet again, something that TURN does not support, then it should be in Track 3 of R.10-05-006, the procurement policy track of the LTPP proceeding, and not in this docket.

On the subject of stranded cost exit fees, Mr. Florio expressed TURN's opposition to any full scale review of that issue at this time. The current methodology was developed through a broadly representative and quite lengthy working group process (that included AReM) and resulted in a settlement that was approved by this Commission only a few years ago. This methodology has continued to be applied on an annual basis by Energy Division, with limited if

any controversy. There have been no significant changes since that time that would justify a full scale reconsideration of this complex and contentious topic. At most, Mr. Florio indicated that it might be appropriate to consider a narrow set of clearly defined issues with the current calculation methodology, if the Commission believes that changed circumstances merit another look at such specific issues. But it would be inappropriate and a waste of the Commission's and parties' resources to reconsider the entire methodology at this time.

No written materials were used in the course of the conversation.

To obtain a copy of this notice, please contact Larry Wong at (415) 929-8876 (telephone) or via e-mail at <AdminAssistant@turn.org>.

Date: June 2, 2010

Respectfully submitted,

THE UTILITY REFORM NETWORK

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