BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Southern California Edison Company (U 338-E) for Applying the Market Index Formula and As-Available Capacity Prices Adopted in D.07-09-040 to Calculate Short-Run Avoided Cost for Payments to Qualifying Facilities Beginning July 2003 and Associated Relief

Application 08-11-001 (Filed November 4, 2008)

Order Instituting Rulemaking to Integrate Procurement Policies and Consider Long-Term Procurement Plans Rulemaking 06-02-013 (Filed February 16, 2006)

Order Instituting Rulemaking to Promote Policy and Program Coordination and Integration in Electric Utility Resource Planning **Rulemaking 04-04-003** (Filed April 1, 2004)

Order Instituting Rulemaking to Promote Consistency in Methodology and Input Assumptions in Commission Applications of Short-Run and Long-Run Avoided Costs, Including Pricing for Qualifying Facilities

Rulemaking 04-04-025 (Filed April 22, 2004)

Order Instituting Rulemaking into Implementation of Public Utilities Code Section 390

Rulemaking 99-11-022 (Filed November 18, 1999)

JOINT NOTICE OF SETTLEMENT CONFERENCE (CALIFORNIA PUBLIC UTILITIES COMMISSION RULE 12.1)

September 24, 2010

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Order Instituting Rulemaking to Promote Policy and Program Coordination and Integration in Electric Utility Resource Planning

Rulemaking 04-04-003 (Filed April 1, 2004)

Order Instituting Rulemaking into Implementation of Public Utilities Code § 390 **Rulemaking 99-11-022** (Filed November 18, 1999)

JOINT NOTICE OF SETTLEMENT CONFERENCE (CALIFORNIA PUBLIC UTILITIES COMMISSION RULE 12.1)

Pursuant to Commission Rule 12.1(c), please take notice of the following Settlement Conference regarding matters in the above-captioned proceedings:

Date: Thursday, October 7, 2010

Time: 10:00 A.M. to 1:00 P.M.

Place: Pacific Gas and Electric Company

245 Market Street - Conference Room A

Pursuant to Commission Rule 12.1, Southern California Edison Company ("SCE"), Pacific Gas and Electric Company ("PG&E"), San Diego Gas & Electric Company ("SDG&E"), The Utility Reform Network ("TURN"), the Division of Ratepayer Advocates ("DRA"), the Cogeneration Association of California ("CAC"), the Energy Producers and Users Association ("EPUC"), the Independent Energy Producers Association ("IEP") and the California Cogeneration Council ("CCC"), (hereinafter collectively referred to "Settling Parties") provide Notice of the Settlement Conference.

In order to expedite security, parties who plan to attend the Settlement Conference in person are requested to send an e-mail to the following address by October 5, 2010 at 5:00 P.M. indicating the name of the party and the party's representative: TAJ8@pge.com. Anyone who fails to do so may still attend the Conference but may experience a delay in clearing security. A conference call number is provided for those parties who wish to participate by telephone as follows: Dial-In No.: 1-866-587-0333; Meeting Code: *4159733634* (please include asterisk before and after 10-digit code).

The purpose of this Settlement Conference is to provide notice of, and an opportunity to participate in, the settlement of unresolved issues in the above-captioned proceedings, including establishing a new Combined Heat and Power ("CHP") Program to work towards greenhouse gas ("GHG") emissions reduction goals established in the California Air Resources Board's ("CARB") Assembly Bill 32 ("AB 32") Scoping Plan. The Settlement Agreement to be filed with the CPUC will include all of the following documents:

- 1. Draft Settlement Agreement;
- **2.** Pro-Forma Power Purchase Agreements ("PPAs"):
 - **A.** CHP Transition PPA for eligible facilities;
 - **B.** Qualifying Facility PPA for facilities 20 MW or less;
 - **C.** Optional As-Available PPA for eligible facilities;

- **D.** CHP RFO Pro-Forma PPA; and
- **E.** Form Amendment to existing Qualifying Facility PPAs.
- **3.** CHP Auditor Non-Disclosure Agreement.

Complete copies of each of these documents can be obtained from each of the utilities' websites at the addresses below no later than October 5, 2010:

PG&E Website: www.pge.com/qf

SCE Website: http://www3.sce.com/law/cpucproceedings.nsf/frmMainPage?ReadForm

SDG&E Website: http://www.sdge.com/regulatory/cpuc.shtml

This Notice is being served pursuant to Rule 12.1(b) on parties on the service lists of the above-captioned proceedings and the following proceedings:

- Rulemaking to consider lifting the suspension of direct access (R.07-05-025);
- Rulemaking into CHP pursuant to AB 1613 (R.08-06-024); and
- Rulemaking to implement portions of AB 117 concerning community choice aggregation. (R. 03-10-003).

DATED:	September 24, 2010	MARY A. GANDESBERY
	_	EVELYN C. LEE
		CHARLES R. MIDDLEKAUFF

By:	<u>/S/</u>
	MARY A. GANDESBERY

Pacific Gas and Electric Company Law Department 77 Beale Street, B30A San Francisco, CA 94105

Telephone: (415) 973-0675 Facsimile: (415) 973-5520 E-Mail: MAGQ@pge.com

Attorneys for

PACIFIC GAS AND ELECTRIC COMPANY
On Behalf of the Settling Parties

CERTIFICATE OF SERVICE BY ELECTRONIC MAIL

I, the undersigned, state that I am a citizen of the United States and am employed in the City and County of San Francisco; that I am over the age of eighteen (18) years and not a party to the within cause; and that my business address is Pacific Gas and Electric Company, Law Department B30A, 77 Beale Street, San Francisco, CA 94105.

I am readily familiar with the business practice of Pacific Gas and Electric Company for collection and processing of correspondence for mailing with the United States Postal Service. In the ordinary course of business, correspondence is deposited with the United States Postal Service the same day it is submitted for mailing.

On the 24th day of September, 2010, I served a true copy of:

JOINT NOTICE OF SETTLEMENT CONFERENCE (CALIFORNIA PUBLIC UTILITIES COMMISSION RULE 12.1)

Electronic Mail: By serving the enclosed document, via electronic mail transmission, to each of the parties with the electronic mail address listed on each of the official CPUC Service Lists for Docket No's. A.08-11-001, R.06-02-013, R.04-04-003, R.04-04-025, R.99-11-022, as well as Docket No's. R.08-06-024, R.07-05-025, and R.03-10-003,

I certify and declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Executed on this 24th day of September, 2010 at San Francisco, California.

<u>/S/</u>
ELIZABETH J. DIAMOND