From: Naidu, Raj Sent: 2/3/2009 5:28:58 PM Redacted To: Cc: Bcc: Subject: RE:Changes Hi Lynne, I have made few changes in the attachedmeeting notes. Other document looks OK to me. I will be out on vacation from Thursdaymorning. Thanks for your help Raj Naidu P.E Water Advisory Branch 415 - 355 - 5573 505 Van Ness Avenue, Area 3-B San Francisco, CA 94102 From: Redacted Sent: Tuesday, February 03, 20099:18 AM To: Naidu, Raj Subject: RE: Changes Thanks, Raj.

I've essentially accepted all of yourcomments to the meeting notes that I put together for our Decembermeeting. Then I updated those notes with the new information from ourmeeting last week

(attached). I've tried to use the new numbering system, but you might want to double-check that. If you approve of these notes, Iwill circulate them to my team. Also, we plan to try to help you get the Energy Division's cooperation with the review of the EM&V by sending anemail to R. Kahlon and J. Fitch. Our draft email is below. It would be signed by 2 of our Senior Managers here at PG&E.

Please let me know if you have anycomments on the attached notes or anything substantial for the email below.

thanks,

Lynne

Redacted

Principal

PG&E

<u>Customer Energy</u> Efficiency Third Party and Partnership Implementation

Redacted

As the Senior Managers responsible for the implementation ofenergy efficiency programs for water utilities and for evaluation of those programs, we are following up with you regarding Mr. Raj Naidu's letter (enclosed) on the subject of the Operational Energy Efficiency Program (OEEP). As you may know, at the direction of the CPUC, California's energy utilities are about to commit \$1.3 million dollars to this pilot programwhich is intended to determine the viability of a new operational efficiency program for water utilities. If the pilot is proven effective, the OEEP could become a standard offering of the energy utilities. We are encouraged that the CPUC's decision directs the Division of Water and Audits to develop an evaluation plan for the pilot to determine the viability of an ongoing OEEP program. However, it is our understanding that the CPUC has not yet assigned any staff from the Energy Division to participate in the development of an EM&V plan or to offer any input to the pilot process.

Because of the significant short-term and potential long-termimpacts of this program on energy ratepayers, and because we would like to seethis pilot succeed by both water and energy standards, we request that EnergyDivision staff be added to the team. We believe that Energy Divisioninvolvement in this pilot will ensure that the results can be replicated withconfidence and that the pilot will be more likely to provide a suitablefoundation from which to launch a new energy utility program that can be implemented in accordance with Energy Division policy.

This pilot is scheduled to begin on March 1, 2009. Pilotprogram kickoff meetings have already been held in San Francisco and Los Angeles. To ensure timely involvement of Energy Division staff, we request assignment of Energy Division staff as soon as possible.

From: Naidu,Raj [mailto:RKN@cpuc.ca.gov] **Sent:** Tuesday, February 03, 20099:01 AM

To: Redacted
Subject: Changes

FYI

Raj Naidu P.E

Water Advisory Branch

415 - 355 - 5573

505 Van Ness Avenue, Area 3-B

San Francisco, CA 94102