From: Redacted

Sent: 10/20/2010 6:07:23 PM

To: 'Roscow, Steve' (steve.roscow@cpuc.ca.gov)

Cc: Dietz Sidney (/O=PG&F/OU=Corporate/cn=Recipients/cn=SBD4); Redacted

Redacted

'bruce.kaneshiro@cpuc.ca.gov' (bruce.kaneshiro@cpuc.ca.gov)

Bcc:

Subject: RE: Call with Redacted

Steve: I think the single biggest answer is that moving to PDP (or TOU) without tiers would suggest that large customers could do this just for the sake of avoiding the high upper tier prices. Similarly, it would make it very hard for low use customers to benefit on PDP (or TOU) because they loose the benefit of low tier rates. I don't think that there are 'requirements' for this one way or the other, but I believe it was discussed pretty extensively in 2002/3 in preparation for the Statewide Pricing Pilot where ultimately I believe they adopted a 2 tier approach for the pilot. Note also that current SmartRate is also loaded on tiered rates. Having said that, I believe Redacte knows more of the history so I was glad to see you could wait on this until Monday. Thanks, Red

From: Roscow, Steve [mailto:steve.roscow@cpuc.ca.gov]

Sent: Wednesday, October 20, 2010 4:53 PM

**To:** Kaneshiro, Bruce; Dietz, Sidney **Cc:** Redacted

Subject: RE: Call with Redacted

Looking forward to the call—

To further clarify Bruce's clarification earlier today, we are focusing on the tiering, and wondering why that is necessary? What would a rate design w/o 5 tiers look like?

Steve

From: Kaneshiro, Bruce

Sent: Wednesday, October 20, 2010 12:00 PM

To: 'Dietz, Sidney'

Cc: Redacted Roscow, Steve

Subject: RE: Call with Redacted

Sid- 10 am on Monday, works for us. Will you all be in one location that we can call or do I need to set

up a conf. call line?
Bruce
From: Dietz, Sidney [mailto:SBD4@pge.com] Sent: Wednesday, October 20, 2010 11:50 AM To: Kaneshiro, Bruce
Cc Redacted Roscow, Steve Subject: RE: Call with Redacted
Bruce
Redacte s out on Friday, could we shoot for Monday at 1000a?
yours,
sid
From: Kaneshiro, Bruce [mailto:bruce.kaneshiro@cpuc.ca.gov] Sent: Wednesday, October 20, 2010 9:33 AM To: Dietz, Sidney Cc: Redacted Roscow, Steve Subject: RE: Call with Redacted
Sid-
How about 10 am on Friday?

To clarify the purpose of the call, Steve and I would like to understand the rationale for the residential PDP design. Specifically, what CPUC policies or state laws are in play that influenced the design of the rate? We want to better understand why this rate has a tiered structure with a TOU/CPP overlay. If you can send us the cites to the relevant CPUC policy or state law in advance of the meeting, that would be appreciated. Bruce From: Kaneshiro, Bruce Sent: Tuesday, October 19, 2010 5:05 PM To: 'Dietz, Sidney' Cc: Redacted Roscow, Steve **Subject:** RE: Call with Redacted Sid-Tomorrow won't work for us. Let me get back to you with a timeslot and date. Bruce **From:** Dietz, Sidney [mailto:SBD4@pge.com] Sent: Tuesday, October 19, 2010 4:55 PM To: Kaneshiro, Bruce Cc: Redacted Subject: Call with Redacted Bruce --

You mentioned wanting to chat with them about the rates that have both tiers and TOU, would a call

SB GT&S 0302804

tomorrow at 1130a work for you? yours,