

From: Berman, Janice S
Sent: 8/15/2011 9:51:43 AM
To: Jeanne Clinton (jeanne.clinton@cpuc.ca.gov); pete.skala@cpuc.ca.gov (pete.skala@cpuc.ca.gov)
Cc: Dietz, Sidney (/O=PG&E/OU=Corporate/cn=Recipients/cn=SBD4)
Bcc:
Subject: PG&E Suspends Gas Energy Efficiency Rebates

Jeanne and Pete,

I wanted to let you know that PG&E is, this morning, announcing a suspension of gas energy efficiency incentives and rebates. As expressed in our Joint IOU motion of July 1, and our responses to the July 7th ACR (of July 21 and August 11), PG&E would strongly have preferred to maintain a comprehensive energy-efficiency portfolio, and has requested action from the CPUC which would enable the Company to continue to pay both gas and electric incentives and rebates to our customers. However, the CPUC has not yet issued a decision.

As a result, PG&E will suspend payment of gas energy-efficiency incentives and rebates pending a decision from the CPUC authorizing funding for a comprehensive energy-efficiency portfolio.

PG&E will suspend payment of customized (calculated) gas incentives for **projects that have not received a post-installation inspection prior to September 1, 2011**. PG&E will suspend payment of gas energy-efficiency rebates (also known as deemed or mass market rebates) for **applications not post-marked or submitted on-line prior to September 1, 2011**. Incentives for projects that have received a post-installation inspection and applications for rebates that are post-marked or submitted on-line before September 1, 2011 will be processed in accordance with the terms of the respective applications and agreements.

PG&E will continue to pay incentives and rebates for: 1) gas saving measures installed under Energy Upgrade California; 2) customized projects which are the recipients of Federal Stimulus (or ARRA) funding; and 3) electric energy efficiency savings. For projects that deliver both gas and electric savings, the electric incentive or rebate will be paid, while incentive payments for gas savings will be suspended. All payments will be in accordance with the terms of the respective applications and agreements.

All other energy-efficiency incentives and rebates for gas savings will be affected. This includes all non-ARRA customized gas projects as well as gas rebates for: furnaces, clothes dryers, faucet aerators, showerheads, water heaters, pool heaters, pool covers, boilers, boiler tune ups, boiler control systems, pipe insulation, tank insulation, steam traps, ovens, griddles, fryers, broilers, steamers, and ozone laundry systems. A comprehensive list of the affected measures is included in the attached talking points.

If you have any questions about PG&E's suspension of gas energy efficiency incentives and rebates, please e-mail or call me,

Sincerely,
Jan Berman