From:	Redacted
Sent:	8/23/2011 10:59:56 PM
То:	hcf@cpuc.ca.gov (hcf@cpuc.ca.gov); Liang-Uejio, Scarlett (scarlett.liang- uejio@cpuc.ca.gov) (scarlett.liang-uejio@cpuc.ca.gov); Brooks, Donald J. (donald.brooks@cpuc.ca.gov) (donald.brooks@cpuc.ca.gov)
Cc:	Dietz, Sidney (/O=PG&E/OU=Corporate/cn=Recipients/cn=SBD4); Redacte Redacted

Bcc:

Subject: FW: Preliminary Agenda and Discussion Items for June 15th, 2011

Hazlyn, Scarlett, and Donald,

**Summary:** As requested, the following documents were provided to the CAISO for a meeting that we had with them on June  $15^{th}$ . There is another meeting scheduled for September  $20^{th}$  on this.

**Action Required**: PG&E would like to meet with the Commission again to discuss these items to ensure that the Commission understands the issues that all DRPs face in integrating with the CAISO markets. Please contact me when it is convenient for you to discuss this.

**Background**: The CAISO and PG&E have been working on the scope and process required to tackle some of these issues, which is why the meeting has not been advertised yet. PG&E believes that these issues apply to all DR providers, not just PG&E. As mentioned in today's meeting, PG&E and the CAISO have worked together to try to resolve the metering issues and have made major strides in managing the issue by changing the requirements for submission to be in line with all other resources (DR was held to a higher standard before).

**Details**: In summary, the issues as they relate to PG&E's programs are (excluding metering):

- 1. BIP: Separate RDRP for each LSE, number of subLAPs, subLAPs do not roll up correctly to LCA
- PeakChoice: Telemetry requirement, type of telemetry required, need to register all customers, managing rapidly changing resources, certification of A/S resources, Separate PDR for each LSE, number of subLAPS, subLAPs do not roll up correctly to LCA
- 3. SmartAC: Telemetry requirement, type of telemetry required, need to register all customers, managing rapidly changing resources, certification of A/S resources, number of subLAPS, subLAPs do not roll up correctly to LCA
- 4. Capacity Bidding Program: same as PeakChoice
- 5. Aggregator Managed Portfolio: same as PeakChoice

- 6. SmartRate: same as SmartAC
- 7. Peak Day Pricing: same as PeakChoice

## <<...>> <<...>>

There are higher level policy issues than these, such as the ones that we discussed today regarding the need to bid into the CAISO markets like a generator. These discussions with the CAISO are looking at a more operational level. Please do not widely distribute these documents at this time, since the CAISO and PG&E are still determining the process to remove barriers, but maintain standards, at the CAISO.

Best Regards,

Redacted

Principal Product Manager Emerging Markets and Technologies Customer Energy Solutions Pacific Gas and Electric Company Redacted