BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Southern California Edison Company (U338E) 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.

A.08-11-001 (Filed November 4, 2008)

And Related Matters.

R.06-02-013 R.04-04-003 R.04-04-025 R.99-11-022

NOTICE OF EX PARTE COMMUNICATION BY THE ALLIANCE FOR RETAIL ENERGY MARKETS, MARIN ENERGY AUTHORITY AND THE DIRECT ACCESS CUSTOMER COALITION

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August 26, 2011

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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In accordance with the provisions of Article 8 of the Rules of Practice and Procedure of the California Public Utilities Commission, this notice of ex parte communication is provided by the Alliance for Retail Energy Markets ("AReM"), the Marin Energy Authority ("MEA") and the Direct Access Customer Coalition ("DACC"). On August 23, 2011, AReM, MEA and DACC representatives met with Matthew Tisdale, advisor to Commissioner Michael Peter Florio, Stephen St. Marie, advisor to Commissioner Catherine J. K. Sandoval and Damon Franz, advisor to Commission President Michael R. Peevey.

The meetings took place at the Commission office in San Francisco. The meeting with Mr. Tisdale started at approximately 1:00 p.m., the meeting with Mr. St. Marie started at approximately 2:00 p.m. and the meeting with Mr. Franz started at approximately 2:30 p.m. and each meeting lasted for approximately thirty minutes. The communications at each meeting were oral and did not include any written material.

AReM was represented by Mary Lynch of Constellation Energy, MEA was represented

by Elizabeth Rasmussen, DACC was represented by Dirk VanUlden and George Getgen of the

University of California and by Len Pettis of the California State University. Dan Douglass,

counsel to AReM, MEA and DACC also participated in each meeting. The discussion concerned

the Joint Petition For Modification of Decision 11-07-010 and Request to Establish Settlement

Effective Date and to Grant Motion for Closure ("Petition") submitted to the Commission by the

Joint Parties and the California Municipal Utilities Association on July 28. MEA, AReM,

DACC and Shell Energy North America (US) L.P. jointly protested the Petition on August 5,

2011. Our protest noted that the Proposed Settlement appears to be structured such that there

will be costs incurred by the utilities as a result of the implementation of the CHP Settlement

that, absent the Proposed Settlement, would have been recovered by Municipal Departing Load

("MDL") customers. Therefore, the AReM, MEA and DACC believe that any costs that MDL

becomes exempt from paying as a result of the Proposed Settlement should be paid by the

Settling Parties, and not by Community Choice Aggregation or Direct Access customers.

AReM, MEA and DACC therefore urged rejection of the Petition.

Copies of this Notice can be obtained by calling or sending an e-mail to the undersigned

at the address provided below.

Respectfully submitted,

Saniel W. Wenglass

Daniel W. Douglass

Attorney for

ALLIANCE FOR RETAIL ENERGY MARKETS

MARIN ENERGY AUTHORITY

DIRECT ACCESS CUSTOMER COALITION

August 26, 2011

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