

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF CALIFORNIA**

Application of Southern California Edison Company (U 338-E) 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

Application 08-11-001
(Filed November 4, 2008)

And Related Matters

Rulemaking 06-02-013
Rulemaking 04-04-003
Rulemaking 04-04-025
Rulemaking 99-11-022

NOTICE OF EX PARTE COMMUNICATION

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Dated: October 3, 2011

**BEFORE THE PUBLIC UTILITIES COMMISSION
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NOTICE OF EX PARTE COMMUNICATION

Pursuant to Rule 8.4 of the California Public Utilities Commission's Rules of Practice and Procedure, the Joint Parties¹ respectfully submit the following ex parte communication.

On September 29, 2011, several representatives of the Joint Parties met with CPUC representatives concerning the pending petitions for modification affecting the QF/CHP Settlement.

The first meeting was with Stephen St. Marie, advisor to Commissioner Sandoval, and lasted from approximately 1:30 to 2:00 pm. Attendees from the Joint Parties at this first meeting were: (1) William Blattner, San Diego Gas & Electric Company; (2) Charles Middlekauff, Pacific Gas & Electric Company; (3) Michael Hoover, Southern California Edison Company; (4) Doug Kerner, Independent Energy Producers Association; (5) Lisa Marie Salvacion, the Division of Ratepayers Advocates;

¹ The Joint Parties include Pacific Gas and Electric Company, Southern California Edison Company, San Diego Gas & Electric Company, the California Cogeneration Council, the Independent Energy Producers Association, the Cogeneration Association of California, the Energy Producers and Users Coalition, the Division of Ratepayer Advocates and The Utility Reform Network.

(6) Beth Vaughan, California Cogeneration Council; and (7) Michael Alcantar, Cogeneration Association of California and the Energy Producers and Users Coalition.

A second meeting was held with Damon Franz and Carol Brown, advisors to President Peevey, and lasted from approximately 2:30 to 3:30 pm. Attendees from the Joint Parties at this second meeting were: (1) Robert Finkelstein, The Utility Reform Network; (2) Charles Middlekauff, Pacific Gas & Electric Company; (3) Michael Hoover, Southern California Edison Company; (4) Doug Kerner, Independent Energy Producers Association; (5) Lisa Marie Salvacion, the Division of Ratepayers Advocates; (6) Beth Vaughan, California Cogeneration Council; and (7) Michael Alcantar, Cogeneration Association of California and the Energy Producers and Users Coalition.

A third and final meeting was held with Bishu Chatterjee, advisor to Commissioner Simon, and lasted from approximately 3:30 to 4:30 pm. Attendees from the Joint Parties at this third meeting were: (1) Robert Finkelstein, The Utility Reform Network; (2) Charles Middlekauff, Pacific Gas & Electric Company; (3) Doug Kerner, Independent Energy Producers Association; (4) Lisa Marie Salvacion, the Division of Ratepayers Advocates; (5) Beth Vaughan, California Cogeneration Council; and (6) Michael Alcantar, Cogeneration Association of California and the Energy Producers and Users Coalition.

All three meetings were held at the Commission's office in San Francisco and were initiated by the Joint Parties. No handouts were provided at the meetings, although copies of the comments filed with the Commission on the Proposed Decision and Alternate Decision were referenced and provided.

The Joint Parties discussed the long pending QF/CHP Settlement and the strong desire to move to implementation of a final and unappealable settlement. The Joint Parties reiterated the positions taken in their comments favoring the Alternate Decision and a recommended addition to the decision to the cost shifting concerns raised by the Energy Service Provider parties challenging the Alternate.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Michael Alcantar", with a long horizontal flourish extending to the right.

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On Behalf of the Joint Parties: Pacific Gas and Electric Company, Southern California Edison Company, San Diego Gas & Electric Company, The Utility Reform Network, the Division of Ratepayer Advocates, the California Cogeneration Council, the Independent Energy Producers, the Cogeneration Association of California, and the Energy Producers and Users Coalition

October 3, 2011