BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

)

Order Instituting Rulemaking to Continue Implementation and Administration of California Renewables Portfolio Standard Program.

) Rulemaking 11-05-005 (Filed May 5, 2011)

NOTICE OF EX PARTE COMMUNICATION

In accordance with Rule 8.3 of the Commission's Rules of Practice and Procedure, San Diego Gas and Electric Company (SDG&E) hereby gives notice of the following Ex Parte communication in the above proceeding.

On Monday, October 17, 2011, Billy Blattner, Manager of Regulatory Relations

for SDG&E, spoke by telephone to the following persons at the specified times:

Matthew Tisdale, Advisor to Cmmr. Florio; October 17, 2011 at 9:30 a.m.

Colette Kersten, Advisor to Cmmr. Sandoval; October 17, 2011 at 9:45 a.m.

Michael Colvin, Advisor to Cmmr. Ferron; October 17, 2011 at 10:00 a.m.

Rahmon Momoh, Advisor to Cmmr. Simon; October 17, 2011 at 10:45 a.m.

The meetings were initiated by SDG&E to discuss the draft resolution (DR) and Commissioner Florio's alternate draft resolution (ADR) regarding SDG&E's proposed purchase of renewable attributes associated with power being delivered to SDG&E's customers under two separate California Department of Water Resources (CDWR) contracts. Communication was oral, substantially the same in each instance, and lasted approximately 15 minutes.

Mr. Blattner indicated that SDG&E supports Commissioner Florio's ADR. He expressed concern that the DR would treat the renewable energy credits (RECs) associated with the CDWR contracts as unbundled RECs under current RPS rules, while the proposed decision (PD) on portfolio content categories issued in the above-captioned proceeding would treat the CDWR RECs as an exception to the classification rules, and deem them to be bundled for RPS compliance purposes, consistent with the approach proposed in the ADR. He also expressed concern that if the DR is adopted, but a final decision on the PD is not adopted before December 1, 2011, SDG&E will not be able to treat the resources as bundled for purposes of RPS compliance. This could result in a loss of RPS-eligible volumes and value to ratepayers, which would negatively impact SDG&E's 2011 RPS compliance. Mr. Blattner urged that any uncertainty be eliminated by adopting Commissioner Florio's ADR.

To request a copy of this notice, please contact:

Cindy Zammit 601 Van Ness Avenue, Suite 2060 San Francisco, CA 94102 Telephone: (415) 202-9986 Facsimile: (415) 346-3630 Email: czammit@semprautilities.com

Dated this 17th day of October, 2011 at San Francisco, California.

Respectfully submitted,

<u>/s/ Billy Blattner</u>

Billy Blattner Manager of Regulatory Relations San Diego Gas & Electric Co.