From: Cherry, Brian K

Sent: 1/6/2012 10:16:45 AM

To: 'marzia.zafar@cpuc.ca.gov' (marzia.zafar@cpuc.ca.gov)

Cc: 'michael.hoover@sce.com' (michael.hoover@sce.com)

Bcc:

Subject: RE: smart meter

Marzia - I agree it has the potential to increase the opt out slightly, which is why I would oppose Mike decreasing the monthly fee again.

From: Zafar, Marzia [mailto:marzia.zafar@cpuc.ca.gov]

Sent: Friday, January 06, 2012 09:39 AM

To: Cherry, Brian K

Cc: Michael.Hoover@sce.com < Michael.Hoover@sce.com >

Subject: smart meter

Hi Brian,

I mentioned your idea - which I don't agree with - to Edison's Mike Hoover. You guys should talk.

I think if there is not an initial fee your estimate of 2% opt out goes out the door and you'll have more like 20% or 50% opt out which will then make the whole project that we spent over \$7 billion on a complete and total waste. Remember, the goal of this opt-out program is to be reasonable and give an option at a reasonable cost while continuing with California's energy policy goals of more RPS, more netmetering, more solar, and more upgrades on the grid.

Talk to each other, please.

Marzia Zafar \* CPUC \* zaf@cpuc.ca.gov \* 415-703-1997