

From: Tisdale, Matthew
Sent: 1/5/2012 10:01:08 AM
To: Dietz, Sidney (/O=PG&E/OU=Corporate/cn=Recipients/cn=SBD4)
Cc:
Bcc:
Subject: RE: Demand Response Memo Accounts

For my own memory: Sid is going to follow up with the latest Electric Regulatory Accounts Summary to complete #2 and the latest monthly DR report to complete #3.

Thanks!

From: Dietz, Sidney [mailto:SBD4@pge.com]
Sent: Thursday, January 05, 2012 9:20 AM
To: Tisdale, Matthew
Subject: RE: Demand Response Memo Accounts

Matthew --

Here are PG&E's responses. Have a good day!

yours,

sid

1. Are the DR accounts balancing or memorandum?

PG&E's DR accounts (Demand Response Revenue Balancing Account – DRRBA , Demand Response Expenditure Balancing Account – DREBA, and Air Conditioning Expenditure Balancing Account - ACEBA) are balancing accounts.

2. What is the current status of the accounts?

All DR balancing accounts are effective and on-going.

3. How have recorded expenditures in these accounts been reviewed by the Commission in the past?

PG&E provides a monthly DR report to Energy Division. This monthly report shows all recorded expenses, which are included in DREBA and ACEBA.

4. What expectations does PG&E have for recording expenses between now and April 1?

PG&E expects that DR related costs will continue to be recorded and tracked via DREBA and ACEBA.

5. What assumptions is PG&E making about DR activity between now and then in projecting the expenses it will record?

PG&E is assuming that it can continue the DR programs authorized in its current electric tariffs to ensure no disruption for its DR customers. PG&E does not plan to sign new contracts for AutoDR, Technology Incentives, or Permanent Load Shifting until the new decision is issued.

6. What are PG&E's expectations about recovery of recorded expenses in rates?

PG&E anticipates that the new decision will allow it to recover recorded costs reasonably incurred beginning January 1, 2012 in rates.

From: Tisdale, Matthew [mailto:matthew.tisdale@cpuc.ca.gov]
Sent: Wednesday, January 04, 2012 1:50 PM
To: Dietz, Sidney
Subject: Demand Response Memo Accounts

Hi Sid,

Next week Commissioner Florio will have to vote on item 72, "ratifying" a 12.28.11 ACR from President Peevey (<http://docs.cpuc.ca.gov/efile/RULINGS/156440.pdf>).

The ruling says "the utilities are directed to continue to record all expenses in the accounts where such expenses are currently recorded as authorized in prior Commission demand response decisions." Some questions about this for PG&E:

- Are the DR accounts balancing or memorandum?
- What is the current status of the accounts?
- How have recorded expenditures in these accounts been reviewed by the Commission in the past?
- What expectations does PG&E have for recording expenses between now and April 1?
- What assumptions is PG&E making about DR activity between now and then in projecting the expenses it will record?
- What are PG&E's expectations about recovery of recorded expenses in rates?

Obviously, this item is very time sensitive, so I would appreciate PG&E responding as quickly as practical.

Best,

Matthew