From: Cherry, Brian K

Sent: 3/6/2012 2:00:01 PM

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

Cc:

Subject: RE: Smart Meter Choice update

March 21?

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

Sent: Tuesday, March 06, 2012 01:45 PM

To: Cherry, Brian K

Subject: RE: Smart Meter Choice update

As always. Thank you.

Can we have lunch the week of March 19th or 26th, please. I need advice.

From: Cherry, Brian K [mailto:BKC7@pge.com] Sent: Tuesday, March 06, 2012 1:05 PM

To: Zafar, Marzia

Subject: Fw: Smart Meter Choice update

FYI

From: Torres, Albert

Sent: Tuesday, March 06, 2012 12:01 PM

To: Officers - All

Cc: Gleicher, Cliff (SmartMeter); DeRosa, Darleen; Balistrieri, Phil; McCoy, Kevin L

Subject: Smart Meter Choice update

Officers:

We continue to move forward with our SmartMeter Choice (opt out) program. Here is a brief update:

• We have completed phase I and II of our proactive outreach to 178,000 target customers. These are customers who have expressed an interest in Choice or have in some way indicated an

- objection to the installation of a Smart Meter. Attempts have been made to contact these customers through outbound call (89% success rate), and registered letter (75% success rate).
- To date, 9,800 customers have elected to opt out of the Smart Meter program. In addition, 4,700 customers in the target population have decided to accept a Smart Meter. Field work related to these requests continues in a timely manner.
- Customers have been asked to make a decision regarding their opt out choice by May 1. We continue to receive a steady flow of approx 250 opt out requests per day.
- All customer communications associated with the Smart Meter deployment have been modified to include customer awareness of the opt out option
- We have completed regulatory advice filings to modify our Preliminary Statement to collect costs in a memo account. We have also filed a tariff to allow us to charge customers for the one time fee and ongoing charges outlined in the CPUC decision.
- There is a Phase II regulatory proceeding to validate costs and resolve the community opt out issue. This proceeding is likely to begin in mid - April
- We will begin charging Opt Out customers with the May billing cycle. This effort will be preceded by a significant customer communications effort to minimize customer reaction and media attention.

Feel free to give me a call or catch me at tomorrow's OD meeting if you have any questions.

Al Torres Vice President, Customer Operations