

From: Doll, Laura
Sent: 9/5/2012 11:16:24 AM
To: richard.myers@cpuc.ca.gov (richard.myers@cpuc.ca.gov)
Cc:
Bcc:
Subject: I just talked with Chris Warner

I just talked with Chris Warner (who says hi) and he said there are differences between 10-08-002 and this compressor station thing:

The Doug Long case is about AB 32 *administrative* fees that utilities are incurring to pay for ARB's costs to implement the law.

Our Compressor Station application is about our costs to pay for emission allowances associated with running the compressors.

We stated in our last Gas Accord case that we knew these were coming but didn't include them at that time because there was too much uncertainty to do so.

According to Chris, the Commission has already approved procurement of allowances on the *electric* side through the LTPP Phase 3 (long term procurement plan) . Then they approved cost recovery of those through the ERRA balancing account decision last April.

Chris is going to send me excerpts from those decisions and I will send them on to you.

Meanwhile, we are going to put together a draft stipulated agreement that we hope DRA will support, and then we are going to see if we can get ALJ Mason to agree to a schedule that would get at least an interim memo account through by the end of the year.

I'll keep you in the loop as the process moves forward (or at least we hope it does!), and I'll send you those other decisions to see if you agree that the 10-08.002 case has a different focus .

..

Thanks so much for the time today.

Laura