

Clay Faber Regulatory Affairs 8330 Century Park Court San Diego, CA 92123-1548

Tel: 858-654-3563 Fax: 858.654.1788 CFaber@semprautilities.com

September 7, 2012

ADVICE LETTER 2394-E-A

(San Diego Gas & Electric Company ID U 902-E)

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

SUBJECT: SUPPLEMENTAL – CORRECTION TO SDG&E'S REQUEST FOR

MODIFICATIONS TO SDG&E'S RENEWABLE AUCTION MECHANISM ("RAM")

PROGRAM PURSUANT TO D.12-05-035

A. PURPOSE OF THE ADVICE LETTER

San Diego Gas and Electric Company ("SDG&E") filed Advice Letter 2394-E on August 16, 2012 (the "Initial Advice Letter"). The purpose of the Initial Advice Letter was to comply with Decision ("D.") 12-05-035 which required modification of the generator eligibility requirements for projects participating in the RAM pursuant to D.12-05-035. This supplemental advice letter (the "Advice Letter") corrects and amends SDG&E's RAM Program to be in full compliance with D.12-05-035.

Ordering Paragraph 7 of D.12-05-035 directs the California investor-owned utilities ("IOUs"), SDG&E, Pacific Gas & Electric Company ("PG&E") and Southern California Edison Company ("SCE") to modify their respective RAM programs to restrict RAM to generators with a nameplate capacity of greater than three megawatts (MWs) and that do not satisfy the Feed-in Tariff ("FiT") eligibility criteria adopted in D.12-05-035 if the capacity for the relevant FiT product type has not yet been reached.

For SDG&E's November 2012 auction and any subsequent RAM auction, SDG&E will restrict generators with a nameplate capacity of less than or equal to three MW that satisfy the FiT program eligibility criteria outlined in D.12-05-035 from participating in its RAM. This Advice Letter clarifies that SDG&E will also eliminate the aggregation option for projects less than 1 MW. SDG&E will modify the RAM eligibility requirements in its solicitation documentation accordingly.

B. REQUEST FOR COMMISSION APPROVAL

Pursuant to D.12-05-035, SDG&E submits this Advice Letter with a Tier 1 designation.

C. EFFECTIVE DATE

SDG&E believes this filing is subject to Energy Division disposition and should be classified as Tier 1 (effective pending disposition) pursuant to GO 96-B. Since this filing is being made pursuant to D.12-05-035, SDG&E respectfully requests that this advice letter become effective on September 7, 2012, which is the date filed.

D. PROTEST

Anyone may protest this advice letter to the California Public Utilities Commission. The protest must state the grounds upon which it is based, including such items as financial and service impact, and should be submitted expeditiously. There is no restriction on who may file a protest. The address for mailing or delivering a protest to the Commission is:

CPUC Energy Division Attention: Tariff Unit 505 Van Ness Avenue San Francisco, CA 94102

Copies should also be sent via e-mail to the Energy Division at EDTariffUnit@cpuc.ca.gov. It is also requested that a copy of the protest be sent via electronic mail <u>and</u> facsimile to SDG&E on the same date it is mailed or delivered to the Commission (at the addresses shown below).

Attn: Megan Caulson
Regulatory Tariff Manager
8330 Century Park Court, Room 32C
San Diego, CA 92123-1548
Facsimile No. 858-654-1879
E-Mail: MCaulson@semprautilities.com

E. NOTICE

In accordance with General Order No. 96-B, a copy of this filing has been served on the utilities and interested parties shown on the attached list, including interested parties in A.08-07-017 and R.11-05-005, by either providing them a copy electronically or by mailing them a copy hereof, properly stamped and addressed.

Address changes should be directed to SDG&E Tariffs by facsimile at (858) 654-1879 or by e-mail to SDG&ETariffs@semprautilities.com.

CLAY FABER
Director – Regulatory Affairs

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)		
Company name/CPUC Utility No. SAN DIEGO GAS & ELECTRIC (U 902)		
Utility type: Contact 1	Contact Person: <u>Joff Morales</u>	
⊠ ELC ☐ GAS Phone #:	: (858) <u>650-4098</u>	
PLC HEAT WATER E-mail: jmorales@semprautilities.com		
EXPLANATION OF UTILITY TYPE	(Date Filed/ Received Stamp by CPUC)	
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat WATER = Water		
Advice Letter (AL) #: <u>2394-E-A</u>		
Subject of AL: <u>Supplemental – Correction to SDG&E's Request for Modifications to SDG&E's Renewable</u> Auction Mechanism ("RAM") Program Pursuant to D.12-05-035		
Keywords (choose from CPUC listing): Procurement, Renewables		
AL filing type: Monthly Quarterly Annual One-Time Othe r		
If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:		
Does AL replace a withdrawn or rejected AL? If so, identify the prior AL: None		
Summarize differences between the AL and the prior withdrawn or rejected AL ¹ : N/A		
Does AL request confidential treatment? If so, provide explanation: N/A		
Resolution Required? Yes No Tier Designation: 1 2 3		
Requested effective date: 09/07/2012 No. of tariff sheets: 0		
Estimated system annual revenue effect: (%): N/A		
Estimated system average rate effect (%): N/A		
When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).		
Tariff schedules affected: None		
Service affected and changes proposed ¹ : No re		
Pending advice letters that revise the same tariff sheets: None		
Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:		
CPUC, Energy Division Attention: Tariff Unit	San Diego Gas & Electric Attention: Megan Caulson	
505 Van Ness Ave.,	8330 Century Park Ct, Room 32C	
San Francisco, CA 94102	San Diego, CA 92123	
EDTariffUnit@cpuc.ca.gov mcaulson@semprautilities.com		

 $^{^{\}rm 1}$ Discuss in AL if more space is needed.

General Order No. 96-B ADVICE LETTER FILING MAILING LIST

cc: (w/enclosures)

Constellation New Energy

Davis Wright Tremaine, LLP

W. Chen

A. Friedl

E. O'Neill

J. Pau

CP Kelco

Public Utilities Commission Dept. of General Services School Project for Utility Rate H. Nanio Reduction Y. Schmidt M. Clark W Scott Douglass & Liddell **Energy Division** D. Douglass P. Clanon D. Liddell S. Gallagher G. Klatt H. Gatchalian Duke Energy North America D. Lafrenz M. Gillette M. Salinas Dynegy, Inc. CA. Energy Commission J. Paul Ellison Schneider & Harris LLP F. DeLeon R. Tavares E. Janssen Energy Policy Initiatives Center (USD) Alcantar & Kahl LLP K. Harteloo S. Anders **Energy Price Solutions** American Energy Institute A. Scott C. King Energy Strategies, Inc. **APS Energy Services** K. Campbell J. Schenk **BP Energy Company** M. Scanlan J. Zaiontz Goodin, MacBride, Squeri, Ritchie & Day Barkovich & Yap, Inc. B. Cragg B. Barkovich J. Heather Patrick **Bartle Wells Associates** J. Squeri R. Schmidt Goodrich Aerostructures Group Braun & Blaising, P.C. M. Harrington S. Blaising Hanna and Morton LLP California Energy Markets N. Pedersen S. O'Donnell Itsa-North America C. Sweet L. Belew California Farm Bureau Federation J.B.S. Energy K. Mills J. Nahigian California Wind Energy Luce, Forward, Hamilton & Scripps LLP N. Rader J. Leslie CCSE Manatt, Phelps & Phillips LLP S. Freedman D. Huard J. Porter R. Keen Matthew V. Brady & Associates Children's Hospital & Health Center M. Brady T. Jacoby Modesto Irrigation District City of Chula Vista M. Meacham C. Mayer Morrison & Foerster LLP E. Hull City of Poway P. Hanschen MRW & Associates R. Willcox D. Richardson City of San Diego J. Cervantes OnGrid Solar G. Lonergan Andy Black M. Valerio Pacific Gas & Electric Co. Commerce Energy Group J. Clark M. Huffman V. Gan

S. Lawrie

E. Lucha

E. Kelly

C. Elder

R. W. Beck, Inc.

Pacific Utility Audit, Inc.

M. Rochman Shute, Mihaly & Weinberger LLP O. Armi Solar Turbines F. Chiang Sutherland Asbill & Brennan LLP K. McCrea Southern California Edison Co. M. Alexander K. Cini K. Gansecki H. Romero TransCanada R. Hunter D. White TURN M. Florio M. Hawiger **UCAN** M. Shames U.S. Dept. of the Navy K. Davoodi N. Furuta L. DeLacruz Utility Specialists, Southwest, Inc. D. Koser Western Manufactured Housing Communities Association S. Dev White & Case LLP L. Cottle Interested Parties A.08-07-017 R.11-05-005