

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF CALIFORNIA

Order Instituting Rulemaking to Continue
Implementation and Administration of
California Renewables Portfolio Standard
Program.

Rulemaking 11-05-005
(Filed May 10, 2011)

NOTICE OF EX PARTE COMMUNICATION

Pursuant to Rule 8.4(a) of the Commission's Rules of Practice and Procedure, Pacific Gas and Electric Company (PG&E) hereby gives notice of the following ex parte communication. The communication occurred on Friday, November 2, 2012, at approximately 2:30 p.m. at the offices of the California Public Utilities Commission. The communication was oral. [(Rule 8.4(a))]

Erik Jacobson, Sr. Director-Regulatory Relations, PG&E, initiated the communication with Sara Kamins, Advisor to Commissioner Mark Ferron. [Rule 8.4(b)]

Mr. Jacobson described PG&E's Portfolio Adjusted Value (PAV) methodology and recommended that the proposed decision be modified to allow PG&E to use PAV as part of its bid evaluation and selection criteria. He stated that its use will benefit customers. In Attachment 1 to its comments on the proposed decision, PG&E has provided more details to clarify the PAV methodology and demonstrate that it does not duplicate other evaluation criteria. PAV provides bidders with greater transparency previously provided by LCBF considerations of portfolio fit. At a minimum, the

proposed decision's finding that PAVis inconsistent with LCBFshould be revised so not to prejudice a broader assessment of LCBFissues later in this proceeding. Mr. Jacobson stated that the Commission should adopt a non-zero integration cost adder explained the basis for PG&E's proposal to use an adder of \$8.50/MWh. He also said that the Commission should not require PG&E and SDG&E to submit their shortlists on a specific date. It would be helpful for PG&E to have some flexibility in the implementation schedule so it can manage workload issues associated with running multiple competitive solicitations. [Rule 8.4(c)]

Respectfully submitted,

/s/ Brian K. Cherry
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