From: Jacobson, Erik B (RegRel Sent: 1/18/2013 3:50:45 PM

To: 'zaf@cpuc.ca.gov' (zaf@cpuc.ca.gov)

Cc:

Bcc:

Subject: Comprehensive Procurement Framework

Marzia,

I hope you are doing well. As a follow-up to the discussions we have had with you and many other stakeholders, PG&E pulled together the attached presentation regarding a comprehensive procurement framework for California. It was prepared to help crystalize our own thinking and help facilitate ongoing discussions on the issues of capacity markets and forward procurement mechanisms. I'm not sure if you have seen it, so I wanted to share it with you. We hope it provides a useful framework for thinking about these critical market design issues.

Please let me know if you have questions or would like to discuss further. We would be more than happy to meet with you and your team about these issues again and we look forward to participating in the joint CPUC/CAISO Summit in February.

Best regards,

Erik

Erik Jacobson
Senior Director, Regulatory Relations
Pacific Gas and Electric Company
77Beale Street, Rm. 1083
San Francisco, CA 94105
tel: 415-973-4464

cell: 415-310-7617 ebj1@pge.com