

From: Allen, Meredith
Sent: 4/15/2013 10:17:47 PM
To: Shannon O'Rourke (Shannon.O'Rourke@cpuc.ca.gov); Sean A. Simon (sean.simon@cpuc.ca.gov) (sean.simon@cpuc.ca.gov)
Cc:
Bcc:
Subject: Sierra Power

Sean, Shannon,

I checked with our team and they agree that the amendment should not contribute toward our long-term contracting requirement in the 2011-2013 period, since it is not a new commitment or contract. They also stated that it should not be treated as a short-term contract either given its grandfathered status. D.12-06-038 at 31. Basically, it has no impact on our minimum contracting requirement.

They suggested the following revisions to the FOF: Because the term of the original PPA is greater than 10 years in length and the amendment meets the requirements set forth in Section 399.16(d), the amendment to the PPA is not considered a short-term contract pursuant to the will contribute to PG&E's long-term contracting requirement established in D.12-06-038.

Please let me know if you need more information or would like to discuss.

Thanks,
Meredith