BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Order Instituting Rulemaking to Reform the Commission's Energy Efficiency Risk/Reward Incentive Mechanism.

Rulemaking 12-01-005 (Filed January 12, 2012)

NOTICE OF EX PARTE COMMUNICATION

In accordance with Rules 8.2 and 8.4 of the Rules of Practice and Procedure of the California Public Utilities Commission (Commission), the Division of Ratepayer Advocates (DRA), hereby gives notice of the following *ex parte* communications.

On June 3, 2013 at approximately 1:30 p.m., Cheryl Cox, DRA's Policy Advisor, Michael Campbell, Program Manager, and Michaela Flagg, DRA Analyst, met with Colette Kersten, Advisor to Commissioner Sandoval. The meeting lasted approximately thirty minutes and took place in the Commission building at 505 Van Ness Avenue in San Francisco.

During the above referenced meeting, DRA's representatives discussed the *Assigned Commissioner's Ruling Soliciting Comments Regarding Efficiency Savings and Performance Incentive Design for Energy Efficiency 2013-2014 Portfolio*, dated April 4, 2013 (ACR) and the comments submitted by DRA and other parties to the ACR. More specifically, DRA's representatives advocated for a reduction in the total award cap and the addition of a cost effectiveness threshold in lieu of the cost effectiveness multiplier. Further, DRA's representatives stressed the need for ex post verification.

//

||

In addition, DRA's Representatives provided Ms. Kersten with a handout entitled, "Party Position Comparison Table Efficiency Savings and Performance Incentive for 2013-2014 Portfolio," which is attached hereto as Exhibit 1.

Respectfully submitted,

/s/ JONATHAN KNAPP

Jonathan Knapp Staff Counsel

Attorney for the Division of Ratepayer Advocates

California Public Utilities Commission 505 Van Ness Avenue San Francisco, CA 94102 Phone: (415) 703-5377 E-mail: jp8@cpuc.ca.gov

June 6, 2013