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Sent:	9/26/2013 5:24:15 PM
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Subject: Rule 24 implementation in 2014 and beyond

Thanks again for taking the time to discuss this with me. Here is where I believe we have left things. You (PG&E) are going to consider what needs to be included in the scope of a cost recovery application to operationalize Rule 24 for DR programs that cover your bundled customers, that may include a more limited technology role out in 2014, but seeks full funding for the necessary upgrades. The idea being that PGE may not want to move forward with a full implementation until after testing direct participation of DR resources using manual modifications to your existing systems. The expectation would still be for full implementation to be completed by 2015, but this way you aren't spending all the money prior to fully understanding what CAISO is looking for. On the application of Rule 24 to unbundled customers, the timeline in the Gantt chart suggests work would start next June with an application for cost recovery. The question I have is, if the Commission were able to consider that application in short order, how quickly could the implementation commence to enable these resources to directly participate?

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