## BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Order Instituting Rulemaking to Address Utility Cost and Revenue Issues Associated with Greenhouse Gas Emissions

Rulemaking 11-03-012 (Filed March 24, 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 followipgrte communication. The communication occurred on Monday, March 3, 20d protection at the 1:30 p.m. at the offices of the California Public Utilit@emmission in San Francisco. The communication was oral and a copy of PG&E's comments on the Proposed Decision Clarifying Commission Policy on Greenhouse Gas Cost Responsibility for Contracts Executed Prior to the Passage of Assembly Bill 32 was provided and is attached. [Rule 8.4(a)(c)]

Erik Jacobson, Director, Regulatory Relations, PG&E, initiated the communication with Scott Murtishaw, Advisor to Commission President Michael Peevey. Also in attendance for PG&E was Marino Monardi, Director, Portfolio Management, Energy Procurement. [Rule 8.4(b)]

Mr. Jacobson stated that PG&E has successfully renegotiated contracts with Starwood Power-Midway, Fresno Cogeneration and the Marsh Landing Generating Facility on the greenhouse gas (GHG) cost responsibility issue. PG&E has also had negotiations with Panoche Energy Center concerning GHG cost responsibility and has been pursuing resolution of this issue through arbitration as provided for in the contract. Mr. Monardi described the current status of the negotiation and arbitration process and the steps PG&E has taken to resolve this matter. Mr. Jacobson said the proposed decision should be modified to recognize that utilization of a contract's dispute resolution procedures is an acceptable means of determining GHG cost responsibility. [Rule 8.4(c)]

Respectfully submitted,

<u>/s/ BRIAN K. CHERRY</u> Brian K. Cherry Vice President, Regulatory Relations Pacific Gas and Electric Company P.O. Box 770000, Mail CodeB10C San Francisco, CA94177 Phone: 415-973-4977 Fax: 415-973-7226 E-mail: BKC7@pge.com

Attachment

Dated: March 6, 2014