
Public Utilities Commission of the State of California

Wesley M. Franklin, Executive Director

Headquarters

505 Van Ness Avenue
San Francisco, CA 94102
(415) 703-2782

Southern California Office

107 So. Broadway, Room 5109
Los Angeles, CA 90012
(213) 897-2973

Website: <http://www.cpuc.ca.gov>

Daily Calendar **Monday, November 24, 1997**

- Regular Commission Meetings
 - Notices
 - Subscription Information (Daily Calendar and Agenda)
 - Commissioner Office Hours
 - Public Meetings and Workshops
 - New Filings
 - Petitions for Modification of Applications for Rehearing
 - Draft Decisions/Proposed Decisions/Alternates/Arbitrator's Reports
 - Advice Letter Filings
 - Miscellaneous Transportation Items
 - Adjournments/Resettings/Submissions
 - Removals from Calendar
 - New Settings
 - Law and Motion Hearings
 - Hearings
 - Notice of Denial of Request for Ex Parte Meeting
 - Notice of Ex Parte Communications
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The Commission's policy is to schedule hearings (meetings, workshops, etc.) in locations that are accessible to people with disabilities. To verify that a particular location is accessible, call (415) 703-1203. If specialized accommodations for the disabled are needed, e.g. sign language interpreters, those making the arrangements must call the Public Advisor at (415) 703-2074 or TDD# (415) 703-2032 five working days in advance of the event.

REGULAR COMMISSION MEETINGS

December 3, 1997	10:00 a.m.	San Francisco
December 16, 1997	10:00 a.m.	San Francisco

NOTICES

Delivery of Formal Pleadings for Filing

Unless otherwise directed, all *courier-delivered documents* submitted for filing as part of the formal record in a proceeding should be *hand-carried directly* to the Commission's Docket Office, Room 2001, 505 Van Ness Avenue in San Francisco; Room 5109, 107 South Broadway in Los Angeles; or Room 4006, 1350 Front Street in San Diego. All *documents sent through the mail* for formal filing should be addressed *ONLY* to the Commission's Docket Office, Room 2001, 505 Van Ness Avenue, San Francisco, CA 94102.

Charge for Commission Documents

To purchase Commission documents, there is a charge of 20 cents a printed page (postage prepaid) with a minimum purchase of \$2.00.

SUBSCRIPTION INFORMATION

Subscription Notice for Draft Agenda Items

In compliance with Public Utilities Code Section 311.5, parties who wish to subscribe to receive draft agenda items may do so by writing to the Public Utilities Commission; Attention: Poly Arca, Room 1003; 505 Van Ness Avenue; San Francisco, CA 94102; or by calling (415) 703-1798. The cost for a one-year subscription to the entire public agenda package (which excludes Executive Session materials) is \$1,000. You may also order a partial agenda package (energy agenda items only or telecommunication agenda items only) at the cost of \$500 per year. The package you receive via mail will include only those agenda items available at the time of the agenda distribution date, which is usually 10 to 12 days prior to the Commission meeting. If agenda items (including revisions) are not ready on the distribution date, they will be made available at no charge in the lobby outside the Commission Auditorium at 9:00 a.m. on the morning of the Commission meeting, but not earlier.

In addition, the Commission will make draft agenda items available for viewing and photocopying (at 20 cents per page) at the Commission's Central Files Office (Room 2002), 505 Van Ness Avenue, San Francisco, and in the Los Angeles, San Diego, and the following field offices: El Centro, Eureka, Sacramento and San Bernardino. Since the agenda package will be mailed to these locations, it will be available at these locations a day

or two after the distribution date. These locations will not receive agenda items that are not ready on the distribution date.

If an agenda item is held over to a subsequent Commission meeting, that agenda item and any revisions to that agenda item that were available on the morning of the initial Commission meeting (as well as any further available revisions) will be mailed in the Escutia package for the subsequent Commission meeting; the item and its revisions will also be available for viewing and photocopying in the Commission's Central Files Office and field offices as set forth above.

Intervenors who have a financial hardship determination pending or granted shall be eligible to receive draft agenda item packets at no charge.

The cost to receive the agenda only, without copies of draft agenda items, remains at \$75 per year.

Subscription Notice for Daily Calendar and/or Agenda

Parties who wish to subscribe to the Daily Calendar and/or the Agenda may do so by writing to the Public Utilities Commission; Attention: Poly Arca, Room 1003; 505 Van Ness Avenue; San Francisco, CA 94102; or by calling (415) 703-1798. The subscription cost for the Daily Calendar is \$225 per year. The Biweekly Daily Calendar is \$50 per year. The Agenda is \$75 per year. Checks are to be made payable to the Public Utilities Commission.

COMMISSIONER OFFICE HOURS

(For further information or to make an appointment, please contact, Michelle Diamonon at (707) 445-7875 for Eureka and Chico locations, and Sandra Graham at (213) 897-3544 for other locations).

<u>Date/Time</u>	<u>Commissioner</u>	<u>Location</u>
12/5/97, 10 am - 12 pm	Henry M. Duque	Veterans Affairs Building 1227 "O" Street, Room 404 Sacramento
12/10/97, 9 am - 12 pm	Josiah L. Neeper	State Office Building 1350 Front Street, Room 4006 San Diego

PUBLIC MEETINGS & WORKSHOPS

Public Meeting

<i>November 24, 1997 9:30 am - 4 Petition for Modification</i>	<i>Pacific Gas and Electric Company Energy Center 851 Howard Street (1 block west of the Moscone Center) San Francisco</i>
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The California Board for Energy Efficiency will meet to discuss development of the RFP for independent administrators and governing rules, the utility 1998 program plans and associated, contract pay-out dates, Board operational matters, reports from or direction to the technical consultants and Technical Advisory Committee, and other Board filings. The contact person is Nancy Licht of Wm. Nesbit & Associates, (707) 523-1663.

Public Meeting

<i>November 24, 1997 10:00 am - 2:00 Petition for Modification</i>	<i>Natural Resources Defense Council 71 Stevenson Street, Suite 1825 San Francisco</i>
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The New Programs Subcommittee of the Technical Advisory Committee for the California Board for Energy Efficiency will meet to discuss the scope of issues for the subcommittee, how to address short- and long-term issues, future programs and recommendations for the transition from the interim administrators, the next steps for the subcommittee, and the subcommittee's report to the TAC during its December 2, meeting. The contact person is Sheryl Carter at (415) 777-0220.

Additional locations include:

Sera, Inc., 1511 3rd Ave., Suite 1000, Seattle, WA

10949 S. W. 4th Ave., Portland, OR

Esource, Inc., 1033 Walnut St., Boulder, CO

SESCO, Inc., 77 Yacht Club Drive, #1000, Lake Forest, NJ

The Service Institute, 1335 Ridgedale Court, Roseville, CA

Elec. & Gas Industries Assn., 1645 Alvarado St., San Leandro, CA

Public Meeting

<i>December 1, 1997 1 pm - 5 Petition for Modification</i>	<i>Deaf and Disabled Telecommunications Program San Francisco Marriott Hotel 55 Fourth Street (ROOM TO BE ANNOUNCED) San Francisco</i>
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The Equipment Program Advisory Committee of the Deaf and Disabled Telecommunications Program will hold its regular monthly meeting. For more information about the meeting, or if you plan to attend the meeting and need sign language interpretation or real-time captioning, contact Sara Brucker at (510) 874-1410 VOICE or (510) 874-1411 TTY. Environmental Reminder: Please refrain from wearing perfumes or scents to DDTP meetings, because people with environmental illness or multiple chemical sensitivity must reduce their exposure in order to attend.

Public Meeting

<i>December 2, 1997</i>	<i>Deaf and Disabled Telecommunications Program</i>
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9 am - 12 noon

*San Francisco Marriott Hotel
55 Fourth Street (ROOM TO BE ANNOUNCED)
San Francisco*

The California Relay Service Advisory Committee of the Deaf and Disabled Telecommunications Program will hold its regular monthly meeting. For more information about the meeting, or if you plan to attend the meeting and need sign language interpretation or real-time captioning, contact Sara Brucker at (510) 874-1410 VOICE or (510) 874-1411 TTY. Environmental Reminder: Please refrain from wearing perfumes or scents to DDTP meetings, because people with environmental illness or multiple chemical sensitivity must reduce their exposure in order to attend. [Call DDTP to obtain directions to CSPP/San Diego]

Public Meeting

*December 2, 1997
9:30 am - 4 Petition for
Modification*

*Pacific Gas and Electric Company Energy Center
851 Howard Street
(1 block west of the Moscone Center)
San Francisco*

The Technical Advisory Committee for the California Board for Energy Efficiency will meet to discuss the RFP for program administrators and the RFP process, including comments on the filing; SPC programs and new programs in 1999 and beyond; New Program and SPC subcommittee activities; and the Board's addendum to its filing regarding the October 24 Public Workshop related to 1998 utility programs. The nonresidential SPC subcommittee will meet from 8 a.m. until the TAC meeting starts at 9:30 and again during the lunch hour beginning at noon to discuss SPC programs in 1999 and beyond. The contact person is Beverly Coleman (415) 564-3082.

Public Meeting

*December 2, 1997
12 noon - 1 Petition for
Modification*

*Deaf and Disabled Telecommunications Program
San Francisco Marriott Hotel
55 Fourth Street (ROOM TO BE ANNOUNCED)
San Francisco*

The Deaf and Disabled Telecommunications Program will hold its annual luncheon. The public may participate. For more information about the annual luncheon, contact Sara Brucker at (510) 874-1410 VOICE or (510) 874-1411 TTY. Environmental Reminder: Please refrain from wearing perfumes or scents to DDTP meetings, because people with environmental illness or multiple chemical sensitivity must reduce their exposure in order to attend.

Public Meeting

*December 2, 1997
1 pm - 4 Petition for Modification*

*Deaf and Disabled Telecommunications Program
San Francisco Marriott Hotel*

	<i>55 Fourth Street (ROOM TO BE ANNOUNCED) San Francisco</i>
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The Deaf and Disabled Telecommunications Program will hold its annual joint meeting. For more information about the annual joint meeting, please contact Sara Brucker at (510) 874-1410 VOICE or (510) 874-1411 TTY. Environmental Reminder: Please refrain from wearing perfumes or scents to DDTP meetings, because people with environmental illness or multiple chemical sensitivity must reduce their exposure in order to attend.

Public Meeting

<i>December 3, 1997 9:30 am - 4 pm</i>	<i>California Public Utilities Commission 505 Van Ness Avenue, Room 5305 San Francisco</i>
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The California Board for Energy Efficiency will meet to discuss the RFP for independent administrators and governing rules, utility pre-1998 commitments, assets and liabilities, program funding levels, the CBEE 1988 budget and other Board operational matters, utility 1998 program plans and associated reports to the ALJ, reports from or direction to the technical consultants and Technical Advisory Committee, and other Board filings. The contact person is Nancy Licht of Wm. Nesbit & Associates, (707) 523-1663.

Public Meeting

<i>December 3, 1997 10 am - 4 pm</i>	<i>Deaf and Disabled Telecommunications Program San Francisco Marriott Hotel 55 Fourth Street (ROOM TO BE ANNOUNCED) San Francisco</i>
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The Administrative Committee of the Deaf and Disabled Telecommunications Program will hold its regular monthly meeting. For more information about the meeting, or if you plan to attend the meeting and need sign language interpretation or real-time captioning, contact Sara Brucker at (510) 874-1410 VOICE or (510) 874-1411 TTY. Environmental Reminder: Please refrain from wearing perfumes or scents to DDTP meetings, because people with environmental illness or multiple chemical sensitivity must reduce their exposure in order to attend.

Public Meeting

<i>December 3, 1997 10 am - 4pm</i>	<i>Wyndham Hotel at Los Angeles Airport 6225 West Century Boulevard Los Angeles</i>
<i>With a Break for Lunch (A brief break will be called prior to lunch)</i>	<i>To join via teleconference at your own expense: dial (303) 633-6220; Passcode 1376417#</i>

As provided for in Public Utilities Commission D97-09-117, one or more LIGB members may be participating in this meeting via teleconference. Members of the public may participate in the meeting by **calling 303/633-6220 on December 3, 1997**.

The Low Income Governing Board will meet to discuss the following agenda items: Chairperson's report, review meeting minutes, discuss legal issues, Technical Consultants

projects, address budget planning/financial status, update on the advisory committee, update on the Executive Coordinator role, new Board member identification, address policy planning issues on critical path, and develop agenda for the next Board meeting. These meetings are open to the public. You can get the materials for this meeting from the LIGB website at www.ligb.org. Amy Hopper is the contact person at (510) 251-2888, extension 2015.

Public Meeting

<p><i>December 4, 1997</i> <i>9 am - 5 pm</i></p>	<p><i>Double Tree Club Hotel</i> <i>(Orane County Airport)</i> <i>7 Hutton Center Drive</i> <i>Santa Ana</i></p>
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The Administrative Committee of the Electric Education Trust (EET) will hold a public meeting to conduct business related to establishing the trust and realizing its mission. The agenda includes, among other things, presentations by representatives of the Consumer Education Plan, consideration of education and outreach activities with community-based organizations, results of a request for proposal (RFP) for trust administrators and consultants, and various administrative matters. The contact person is William R. Schulte at (415) 703-2349.

Public Meeting REVISED TIMES AND AGENDA ITEMS (as of November 20, 1997)

<p><i>December 4, 1997</i></p>	<p><i>Wyndham Hotel at Los Angeles Airport</i> <i>6225 West Century Boulevard</i> <i>Los Angeles</i></p> <p><i>To join via teleconference at your own expense:</i> <i>dial (415) 904-8901; Passcode 6143668#</i></p>
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- The Administrative Subcommittee will meet from 9 a.m. to 10 a.m.**
- The Financial Fiscal Management Subcommittee will meet from 10 a.m. to 11 p.m.**
- The Data Systems Subcommittee will meet from 11 a.m. to 12 p.m.**
- The entire Advisory Committee will meet from 12:30 p.m. to 4 p.m.**

As provided for in Public Utilities Commission D97-09-117, one or more LIGB members may be participating in this meeting via teleconference. Members of the public may participate in the meeting by **calling (415) 904-8901 on December 4, 1997.**

The Low Income Governing Board Advisory Committee will meet to discuss the following agenda items: continuation in addressing issues related to transition, subcommittee reports, utility presentations, legal issues, planning for upcoming meetings, and develop agenda for the next Committee meeting. These meetings are open to the public. You can get the materials for this meeting from the LIGB website at www.ligb.org. Amy Hopper is the contact person at (510) 251-2888, extension 2015.

Public Meeting

<p><i>December 5, 1997</i> <i>(Friday)</i> <i>9:00 am - 12 noon</i></p>	<p><i>Offices of Graham & James LLP</i> <i>Third Floor Reception Area (ask for M. Mattes)</i> <i>1 Maritime Plaza (Clay Street at Front Street)</i></p>
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San Francisco

The California High Cost Fund A Trust Administrative Committee will hold its next meeting. For a copy of the agenda or more information, contact Jean Boettger at (415) 542-1949.

Public Meeting

December 5, 1997
9 am - 5 pm

Double Tree Club Hotel
(Orange County Airport)
7 Hutton Center Drive
Santa Ana

The Administrative Committee of the Electric Education Trust (EET) will hold a public meeting to conduct business related to establishing the trust and realizing its mission. The agenda includes, among other things, presentations by representatives of the Consumer Education Plan, consideration of education and outreach activities with community-based organizations, results of a request for proposal (RFP) for trust administrators and consultants, and various administrative matters. The contact person is William R. Schulte at (415) 703-2349.

Public Meeting

December 9, 1997
10 am - 4pm

Pacific Gas and Electric Company Energy Center
851 Howard Street
(1 block west of the Moscone Center)
San Francisco

With a Working Lunch
(A brief break will be called prior to lunch)

**To join via teleconference at your own expense:
dial (415) 904-2864; Passcode 6687053#**

As provided for in Public Utilities Commission D97-09-117, one or more LIGB members may be participating in this meeting via teleconference. Members of the public may participate in the meeting by **calling 415/904-2864 on December 9, 1997.**

The Low Income Governing Board will meet to discuss the following agenda items: Chairperson's report, review meeting minutes, discuss legal issues, address budget planning/financial status, update on the advisory committee, Technical Consultants projects, December 10 filing, update on the Executive Coordinator role, new Board member identification, address policy planning issues on critical path, and develop agenda for the next Board meeting. These meetings are open to the public. You can get the materials for this meeting from the LIGB website at www.ligb.org. Amy Hopper is the contact person at (510) 251-2888, extension 2015.

Public Meeting

December 11, 1997
9:30 am - 3:30 pm

Deaf and Disabled Telecommunications Program
1939 Harrison Street
DDTP Conference Room, Suite 555
Oakland

The EQUIPMENT PROGRAM ADVISORY COMMITTEE of the Deaf and Disabled Telecommunications Program will hold its regular monthly meeting. For more information

about the meeting, or if you plan to attend the meeting and need sign language interpretation or real-time captioning, contact Sara Brucker at (510) 874-1410/Voice or (510) 874-1411/TTY. Environmental Reminder: Please refrain from wearing perfumes or scents to DDTP meetings, because people with environmental illness or multiple chemical sensitivity must reduce their exposure in order to attend.

Public Meeting

<i>December 15, 1997</i> <i>9 am - 5 pm</i>	<i>Caltrans (REVISED LOCATION)</i> <i>111 Grand Avenue</i> <i>8th Floor Training Room</i> <i>Oakland</i>
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The Administrative Committee of the Electric Education Trust (EET) will hold a public meeting to conduct business related to establishing the trust and realizing its mission. The agenda includes, among other things, presentations by representatives of the Consumer Education Plan, consideration of education and outreach activities with community-based organizations, results of a request for proposal (RFP) for trust administrators and consultants, and various administrative matters. The contact person is William R. Schulte at (415) 703-2349.

Public Meeting

<i>December 16, 1997</i> <i>9 am - 5 pm</i>	<i>Caltrans (REVISED LOCATION)</i> <i>111 Grand Avenue</i> <i>8th Floor Training Room</i> <i>Oakland</i>
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The Administrative Committee of the Electric Education Trust (EET) will hold a public meeting to conduct business related to establishing the trust and realizing its mission. The agenda includes, among other things, presentations by representatives of the Consumer Education Plan, consideration of education and outreach activities with community-based organizations, results of a request for proposal (RFP) for trust administrators and consultants, and various administrative matters. The contact person is William R. Schulte at (415) 703-2349.

Public Meeting

<i>December 17, 1997</i> <i>1:30 pm - 4:00 pm</i>	<i>California Public Utilities Commission</i> <i>505 Van Ness Avenue</i> <i>Room 3204</i> <i>San Francisco</i>
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The Administrative Committee of the Universal Lifeline Telephone Service Trust will hold its regular monthly meeting. This meeting can be accessed via teleconference call; however, please provide a 10-day notification prior to the meeting. For a copy of the agenda or more information, contact Terry Wilson-Gray at (510) 452-2757.

Public Meeting

<i>December 19, 1997</i> <i>10 am - 4 pm</i>	<i>Deaf and Disabled Telecommunications Program</i> <i>1939 Harrison Street</i>
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	DDTP Conference Room, Suite 555 Oakland
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The California Relay Service Advisory Committee of the Deaf and Disabled Telecommunications Program will hold its regular monthly meeting. For more information about the meeting, or if you plan to attend the meeting and need sign language interpretation or real-time captioning, contact Sara Brucker at (510) 874-1410 VOICE or (510) 874-1411 TTY. Environmental Reminder: Please refrain from wearing perfumes or scents to DDTP meetings, because people with environmental illness or multiple chemical sensitivity must reduce their exposure in order to attend.

NEW FILINGS

11/20/97 A97-11-025 Business Telecom, Inc., to transfer stock as part of a corporate reorganization

PETITIONS FOR MODIFICATION AND APPLICATIONS FOR REHEARING

11/14/97 C97-12-084 City of Monterey Park vs. Pacific Bell, for unreasonable and unjust administration of the proposed area code overlay plan in the San Gabriel Valley; as set forth in 7/26/96 ruling of ALJ Weismehl and
 C96-03-006 City of Burbank, California and City of Glendale, California vs. Pacific Bell, relief from proposed 818 Area Code Relief Plan; as set forth in 7/26/96 ruling by ALJ Weismehl; **Petition for Modification of D96-11-061 by City of Glendale.**

**DRAFT DECISIONS * PROPOSED DECISIONS * ALTERNATES *
ARBITRATOR'S REPORTS**

11/21/97 A96-05-045 In the Matter Of The Application Of The Southern California Edison Company (U 338-E) For: (1) Authority to Revise Its Energy Cost Adjustment Billing Factor, Its Electric Revenue Adjustment Billing Factor, Its California Alternate Rates For Energy, And Its Base Rate

		Levels Effective January 1, 1997; (2) Authority To Revise The Incremental Energy Rate, The Energy Reliability Index And Avoided Capacity Cost Pricing; And (3) Review Of The Reasonableness of Edison's Operations During the Period From April 1, 1995 Through March 31, 1996; Proposed decision of ALJ Patrick
11/21/97	R92-03-050	Order Instituting Rulemaking on the Commission's Own Motion to Consider the Line Extension Rules of Electric and Gas Utilities; Proposed decision of ALJ Patrick

ADVICE LETTER FILINGS

To inquire about a filing, call the Energy Division (703-1093), Telecommunications Division (703-1889) or Water Division (703-2028).

To protest a filing, mail the original letter/telegram to the Chief of the appropriate division (i.e., "Chief, [Energy, Telecommunications or Water] Division"), to be received no later than 20 days after the date the Advice Letter was filed.

"Effective TBD" means that the date is to be determined by further Commission action. A date listed as "anticipated effective" may be subject to change. An Advice Letter Supplement is not a new filing, and there is no protest period unless indicated.

10/24/97	Telecom 1216	AT&T COMMUNICATIONS OF CALIFORNIA, INC, AT&T Accunet T1.5 service contract for Buchalter, Hemer, Fields, Younger (effective TBD)
10/24/97	Telecom 1217	AT&T COMMUNICATIONS OF CALIFORNIA, INC, State Calling Service, AT&T 800 Readyline and AT&T Megacom 800 Service contract for California State University, Fullerton (effective TBD)
11/17/97	Energy 1261E	SOUTHERN CALIFORNIA EDISON COMPANY, Notice of Proposed Construction of Facilities Pursuant to General Order 131-D, Alessandro-Highgrove-Maxwell 115kV Line (effective TBD)
11/18/97	Energy 1709E	PACIFIC GAS & ELECTRIC COMPANY, Submits Notice of the Relocation of Poles Along a Power Line in the City of Morgan Hill. (effective TBD)
11/18/97	Energy 1710E	PACIFIC GAS & ELECTRIC COMPANY, PG&E submits for filing revisions of its gas and electric tariff sheets. The affected tariff sheets are listed on the enclosed Attachment I. (effective TBD)

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| 11/18/97 | Energy 2047G | PACIFIC GAS & ELECTRIC COMPANY, PG&E submits revisions to its gas and electric tariff sheets. The affected tariff sheets are listed on the enclosed Attachment I. (effective TBD) |
| 11/18/97 | Energy 1054E | SAN DIEGO GAS & ELECTRIC COMPANY, Establishment of Agreement for Transfer of Ownership of Distribution Systems (effective TBD) |
| 11/18/97 | Energy 1074G | SAN DIEGO GAS & ELECTRIC COMPANY, Establishment of Agreement for Transfer of Ownership of Distribution Systems (effective TBD) |
| 11/18/97 | Energy 1262E | SOUTHERN CALIFORNIA EDISON COMPANY, Revisions of the Divestiture of Fossil Generation (DFG) Memorandum Account and Establishment of the Divestiture/Market Valuation of Fossil Generation Subaccount and the Divestiture/Market Valuation of Hydro Generation Subaccount (effective TBD) |
| 11/19/97 | Energy 559 | SOUTHWEST GAS CORPORATION, Southwest Gas Corporation (U 905 G) Advice Letter to adjust rates applicable to Southwest's Northern California Division. (effective TBD) |
| 11/20/97 | Water 299 | SAN GABRIEL VALLEY WATER COMPANY, [Los Angeles District] Step rate increase for 1998 in accordance with Decision 96-07-057. (anticipated effective 01/01/98) |
| 11/20/97 | Water 298 | SAN JOSE WATER COMPANY, Update the City of Cupertino water rates in Schedule No. 1A, General Metered Service-Rainbows End. (anticipated effective 01/01/98) |

ADVICE LETTER PROTESTS

To inquire about a protest, call the Energy Division (703-1093), Telecommunications Division (703-1889) or Water Division (703-2028). To obtain a copy of the protest, please direct your request to the protestor.

NONE

MISCELLANEOUS TRANSPORTATION ITEMS

November 24, 1997

Filings with Safety and Enforcement

7/1/97 TCP-11201-B Forsythe and Associates, Inc., 100 N. Barranca Avenue,
#110, West Covina, CA 91791, Tel. No. (626) 967-
4700, terminal address: 3333 South Market Street,
Redding, CA 96001, Tel. No. (916) 225-4457,
application for TCP Class B Certificate, withdrawn

ADJOURNMENTS * RESETTINGS * SUBMISSIONS

R93-04-003 Reed-Commission Order Instituting Rulemaking on the
I93-04-002 Commission's own motion to govern open access to
bottleneck services, etc., and related matter,
**Evidentiary Hearing held and continued to 9 am,
November 24, San Francisco**

I97-01-011 Bushey-Commission Order Instituting Investigation on
the Commission's own motion into the operations,
practices, and conduct of Inter Continental Telephone
Corporation, **Prehearing Conference held and
completed**

REMOVALS FROM CALENDAR

C.93-06-007 Mattson-Lorraine Brown, et al. vs. Santa Clara County
Transit District, et al., **hearing set for November 24,
removed from calendar**

NEW SETTINGS

1/7/98	9:00 am	(EH) -Carl Brandstetter vs. Holiday Retreats, Inc., Paul Derebery, Surinder S. Dang, and Gurinder Singh, for serving water without authority, Council Chambers, City Hall, 3900 Main Street, Riverside
ALJ McVicar	C97-08-054	
Comr Duque		

LAW AND MOTION

Law and Motion Hearings are held before Administrative Law Judge Steven Kotz at 9:30 am in one of the Commission's San Francisco Office Hearing Rooms, unless otherwise noted. Law and Motion procedures are governed by Resolution ALJ 164. Copies of Resolution ALJ 164 are available from the Commission's Documents Desk (415) 703-1713 or from Central Files (415) 703-2045.

11/25/97	9:30 am	NONE SCHEDULED
12/2/97	9:30 am	NONE SCHEDULED
12/9/7	9:30 am	NONE SCHEDULE

HEARINGS

Dates in parentheses following the word "also" are subject to change without notice. the assigned Commissioner's name is listed next to the proceedings as matter of record; the assigned Commissioner may not be present at the hearing.

(PHC) = Prehearing Conference

(EH) = Evidentiary Hearing

(PPH) = Public Participation Hearing

(IAM) = Initial Arbitration Meeting

(M) = Mediation

(OA) = Oral Argument

(WS) = Workshop

(FPH) = Full Panel Hearing

(AH) = Arbitration Hearing

11/24/97	9:00 am	(EH) -Commission Order Instituting Rulemaking on the Commission's own motion to govern open access to bottleneck services and establish a framework for network architecture development of dominant carrier networks, and
ALJ Reed	:R93-04-003	
Comr Duque		
	193-04-002	(EH) -Commission Order Instituting Investigation on the Commission's own motion into open access and network architecture development of dominant carrier architecture development of dominant carrier networks, Commission Courtroom, San Francisco (also November 25-26, and December 1-5, San Francisco)

11/25/97 ALJ Bennett Comr Knight	10:30 am C97-09-024	(PHC) -Snow Valley, Inc. vs. Southern California Edison Company, for unjust, unreasonable and discriminatory rates and charges, for improper charges for construction of a power substation, Telephone Prehearing Conference
11/25/97 ALJ Henderson Comr Neeper	10:00 am I97-04-013	(EH) -Commission Order Instituting Investigation into the Commission's own motion into whether the Bidwell Water Company and its owners, Thomas and Vicky Jernigan, misused its Safe Drinking Water Bond Act surcharge and revenues and have violated the rules, orders, and decisions of the Commission, Department of Transportation Legal Department, Room 1450, 1120 N Street, Sacramento (also November 26, Sacramento)
11/26/97 ALJ Garde Comr Neeper	10:00 am A96-12-050	(PHC) -Tel-Save, Inc. of Pennsylvania, dba The Phone Company, for a certificate of public convenience and necessity to operate as a reseller of local exchange service, Telephone Prehearing Conference, Room 5305
11/26/97 ALJ Bennett Comr Neeper	1:30 pm C97-08-066	(PHC) -Robert McCormick vs. Yosemite Spring Park Utility, for sub-standard water service, Telephone Prehearing Conference
12/1/97 ALJ Weiss Comr Duque	9:30 am A97-03-012	(EH) -MHC Acquisition One, L.L.C., for a certificate of public convenience and necessity to continue to construct a public utility water system and a public utility sewer system within the City of Santa Cruz in Santa Cruz County, and to establish rates for an interim application period and ongoing rates for water and sewer service, County Government Center, Board of Supervisors Chambers, Fifth Floor, 701 Ocean Street, Santa Cruz (also December 2, Santa Cruz)
12/2/97 ALJ Bennett Comr Bilas	10:30 am C97-10-077	(ECP) -Whiskey Run Homeowners Association vs. Kirkwood Gas and Electric Company, for relief from the payment for electricity used by a commercial unit not associated with the homeowners association, Office of Governmental Affairs, 1227 O Street, Fourth Floor, Sacramento

12/2/97 ALJ Malcom Comr Conlon Comr Bilas	2:00 pm A97-10-014 A97-10-015 A97-10-024	(PHC) -Pacific Gas and Electric Company, for recovery of 1996 capital additions costs, and (PHC) -San Diego Gas & Electric Company, for competition transition charge recovery of 1996 capital additions, and (PHC) -Southern California Edison Company, for authority to recover capital additions to its fossil generating facilities made between 11/1/96 and 12/31/96, Commission Courtroom, San Francisco
12/4/97 ALJ Rosenthal Comr Neeper	9:30 am I94-05-040	(EH) -Commission Order Instituting Investigation into the operations of Kenneth Bola Obatusin, dba Airport Ride, for failure to comply with safety requirements and airport regulations, failure to post rates in vehicles, failure to file annual report, etc., Commission Courtroom, Los Angeles
12/4/97 ALJ Garde Comr Conlon	9:30 am A97-08-007	(EH) -California Western Railroad, Inc., to modify scheduled commuter passenger service and obtain relief from excursion passenger service schedule and fare regulation, Town Hall, City of Fort Bragg, 363 North Main Street, Fort Bragg
12/4/97 ALJ Bennett Comr Knight	10:00 am C97-10-079	(ECP) -Leonard Bruno vs. California Real Estate Cellular Service Corp, dba AirTel, for unauthorized charges or calls not made by complainant, Commission Courtroom, San Francisco
12/8/97 ALJ Weiss Comr Conlon	9:30 am C92-04-034	(EH) -Castlerock Estates Inc., Bruce B. Breiholz vs. Toro Water Service, Inc., California Utilities Service, Inc., and Robert T. Adcock, for refunds of taxes and contributions for plant and facilities made in 1988, Commission Courtroom, San Francisco
12/9/97 ALJ Stalder Comr Conlon	9:30 am A90-12-018 I91-02-079	(EH) -Southern California Edison Company, generate rate increase for electric service for 1992 in the amount of \$440 million, and (EH) -Commission Investigation into the rates, charges, and practices of Southern California Edison Company, Commission Courtroom, San Francisco
12/9/97 ALJ Bennett Comr Knight	10:00 am C97-10-038	(ECP) -Jesus G. Gumban vs. Pacific Bell, for billing on a dropped or canceled service, Commission Courtroom, San Francisco

12/11/97 ALJ Walker Comr Duque	10:00 am C96-10-004	(EH) -Roger Collin, Georgia Collin, and Charles Acker vs. Pacific Bell, for improper rates and toll chares, Greenwood Community Church, 5921 South Highway 1, Elk, California (also December 12, Elk)
12/17/97 ALJ Malcolm Comr Conlon	10:00 am A97-07-030	(EH) -Pacific gas and Electric Company, to sell and Modesto Irrigation District to acquire electric distribution and transmission facilities serving the Cities of Ripon, Escalon, Riverbank, Oakdale, and surrounding rural areas, Commission Courtroom, San Francisco (December 18 and 19, San Francisco)
1/7/98 ALJ McVicar Comr Duque	9:00 am C97-08-054	(EH) -Carl Brandstetter vs. Holiday Retreats, Inc., Paul Derebery, Surinder S. Dang, and Gurinder Singh, for serving water without authority, Council Chambers, City Hall, 3900 Main Street, Riverside
1/9/98 ALJ Barnett Comr Neeper	10:00 am C97-10-076	(ECP) -Lorna Shofner vs. D.C.N. Wireless, for overbilling and unfair business practices, Commission Courtroom, Los Angeles
1/9/98 ALJ Barnett Comr Duque	10:30 am C97-10-078	(ECP) -Fariborz Hamzel vs. Pacific Bell, for unauthorized ISDN calls, Commission Courtroom, State Office Building, 107 S. Broadway, Los Angeles
1/12/98 ALJ Careaga Comr Duque	10:00 am C97-04-025	(EH) -ARCO Products Company, Mobil Oil Corporation, Texaco Refining and Marketing Inc. vs. SFPP, L.P., for violation of Section 451 of the Public Utilities Code by charging rates that are not just and reasonable for the intrastate transportation of refined petroleum products, Commission Courtroom, San Francisco

1/12/98 ALJ Patrick ALJ Stalder Comr Conlon	10:00 am A96-05-045	<p>(EH)-Southern California Edison Company, for authority to freeze rates t their current levels by deferring a \$1.7 million rate decrease, plus interest to 1998, for a finding that 1/1/97 balances in the energy cost adjustment clause (ECAC) and electric revenue adjustment mechanism (ERAM) accounts are reasonable, for authority to set aside overcollection in the ECAC and ERAM accounts as of 12/31/96 to reduce the level of competition transition cost, for authority to revise its incremental energy rate, the energy reliability index and avoided capacity cost pricing, and for a review of the reasonableness of Edison’s operations during the period from April 1, 1995, through March 31, 1996, and</p> <p>(EH)-Southern California Edison Company, for review of the reasonableness of operations during the period from April 1 1996, through March 31, 1997</p> <p>(Reasonableness Phase), Commission Courtroom, San Francisco</p>
1/14/98 ALJ Ramsey Comr Conlon	10:00 am I91-08-029	<p>(PHC)-Investigation on the Commission’s own motion into the causes of recent derailments of Southern Pacific Transportation Company trains, compliance of Southern Pacific with applicable laws, rules, and regulations, the existence of any local safety hazards, and recommendations for improvements in state and federal laws or regulations,</p> <p>Commission Courtroom, San Francisco</p>
1/22/98 ALJ Econome Comr Bilas	1:30 pm A97-03-002	<p>(PHC)-Pacific gas and Electric Company, for authority to revise its gas rates and tariffs to be effective 1/1/98, pursuant to D.89-01-040, D.90-09-089, D.91-05-029, D.93-12-058, D.94-07-024, and D.95-12-053,</p> <p>Commission Courtroom, San Francisco (EH), for 10 am, January 26, San Francisco (also January 27-30 and February 2-6, San Francisco),</p>
1/27/98 ALJ Stalder Comr Conlon	10:00 am A95-08-038	<p>(EH)-San Jose Water Company, for authority to increase rates by \$3,867,000 or 4.16% in 1995; \$4,348,000 or 4.43% in 1996; and \$1,713,000 or 1.67% in 1997, in Los Gatos, Saratoga, Monte Sereno, Campbell, portions of San Jose, Cupertino and Santa Clara, and in territory within the County of Santa Clara surrounding and adjacent in these municipalities,</p> <p>Commission Courtroom, San Francisco (also January 28, San Francisco)</p>

2/9/98 ALJ Careaga Comr Neeper	10:00 am C96-01-019	The City of Vernon vs. The Atchison, Topeka and Santa Fe Railway, for non-compliance with zoning, Commission Courtroom, San Francisco
3/16/98 ALJ Bushey Comr Knight	9:00 am C96-12-043	(EH) -U.S. Long Distance, Inc. vs. Pacific Bell, for losses in excess of \$100,000 due to defendants improper administration of billing and collection services edit called "scan and reject edit," Commission Courtroom, San Francisco (also March 17-18, San Francisco)
3/30/98 ALJ Patrick Comr Bilas	10:00 am A97-03-015	(EH) -Southern California Gas Company, for approval of a long-term gas transmission service contract with Distribudora de Gas Natural de Mexicali, s. de R.L. de C.V., Commission Courtroom, San Francisco (also March 31, and April 1-3, San Francisco)

NOTICE OF DENIAL OF REQUEST FOR EX PARTE MEETING

*On September 20, 1996, the Commission adopted Resolution ALJ 169 regarding the "Filing of Notice of Denial of Request for Ex Parte Meeting". The resolution implements an interim procedure whereby a party whose written request for an ex parte meeting with a Commissioner has been denied will be allowed to file a notice of such denial. Copies of Resolution ALJ 169 are available from the Commission's Central Files Office at 505 Van Ness Avenue, Room 2002, San Francisco; telephone (415) 703-2045. **Copies of tendered notices are available in the Central Files Office for review and/or reproduction under existing procedures. They are also available from the filing party who is under the obligation to provide copies of the notice without delay.***

NONE FILED

NOTICE OF EX PARTE COMMUNICATIONS

Copies of tendered notices are available in the Central Files Office for review and/or reproduction under existing procedures. They are also available from the filing party who is under the obligation to provide copies of the notice without delay.

11/19/97	A96-08-001	Pacific Gas and Electric Company, for approval of valuation and categorization of non-nuclear generation
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- related sunk costs eligible for recovery in the competition transition charge,
- A96-08-006 San Diego Gas & Electric Company, to identify and value the sunk costs of its non-nuclear generation assets,
- A96-08-007 Southern California Edison Company, to identify and value the sunk costs of its non-nuclear generation assets,
- A96-08-070 Pacific Gas and Electric Company, to establish the competition transition charge,
- A96-08-071 Southern California Edison Company, to estimate transition costs and establish a transition cost balancing account; transition cost executive summaries; transition cost policy; transition cost collection; 1998 market price used to determine transition costs; transition costs for nuclear generation; transition costs for fossil generation; fuel and fuel transportation contract obligations; plant-related sunk costs and rate base for fossil generation; transition costs for hydro generation; transition costs arising from interutility contracts; transition costs for regulatory assets, obligations, and balancing accounts; early retirement, severance, and retraining transition costs; and transition costs ratemaking attached, and
- A96-08-072 San Diego Gas & Electric Company, to estimate transition costs and establish a transition cost balancing account; prepared direct testimony attached.

Summary: On November 14, 1997, Bruce Foster, Southern California Edison Company (Edison) Vice President of Regulatory Affairs, met with Cmmr. Duque and his adv. Michelle Cooke, and John Scadding, adv. to Cmmr. Conlon in San Francisco. Also present were: Russell G. Worden, Edison Manager of Regulatory Affairs and Edison attorney Frank A. McNulty. List of attending parties is attached to this notice. Foster summarized Edison's concern with three aspects of ALJ Minkin's proposed decision (PD). Foster indicated that the PD inappropriately reduces Edison's 1997 rate of return, which would cost Edison shareholders \$1.7 million in 1997 pre-tax earnings. Regarding the PD's treatment of Edison's San Onofre Nuclear Generating Station (SONGS), Foster indicated that the Commission had already approved the SONGS ratemaking. Nothing in that decision caps the SONGS output as its nameplate rating. The risk and reward embodied in the approved SONGS ratemaking is instead based on the plant's net output. Edison's third concern is the monthly accounting of fossil generation production. Edison stated that it should be able to recover costs incurred during months when the plant is not operating from revenues received during other months when the plants are operating.

Filer: Southern California Edison Company

Contact: Bobbie Cao

Phone: (626) 302-2310

Summary: On November 18, 1997, copies of a letter from Bruce Foster, Southern California Edison Company (Edison) Vice President of Regulatory Affairs, were hand delivered to Cmmrs. Conlon, Duque, Knight, Neeper, and Bilas. Copies were also delivered to James Hendry, John Scadding, advs. to Cmmr. Conlon; Robert Lane, Dorothy Duda, advs. to Cmmr. Knight; Michelle Cooke, adv. to Cmmr. Duque; David Gamson, adv. to Cmmr. Neeper; and ALJ Minkin. Foster's letter stated that Edison's strong objection to the Proposed Decision's (PD) reducing the rate of return of Edison's fossil generation assets in 1997, which would cost Edison \$17 million in pretax earnings, or 2.6 cents per share. It stated that Edison's risks have increased since the passage of AB 1890. Edison will have a cumulative 1996-1997 undercollection in its Energy Cost Adjustment Clause balancing account by year-end 1997. In addition, Edison is now faced with substantial additional costs necessary for the Independent System Operator (ISO) and Power Exchange (PX), costs that had not been identified when the Commission's Preferred Policy Decision was adopted. The letter also pointed out that the PD's arbitrary "capping" of the output at the San Onofre Nuclear Generating Station (SONGS) Units 2&3 eligible for transition cost recovery would contradict specific provisions in the SONGS Ratemaking adopted by the Commission just 18 months ago.

Filer: Southern California Edison Company

Contact: Bobbie Cao

Phone: (626) 302-2310

Summary: On November 17, 1997, Bruce Foster, Vice President of Regulatory Affairs, Southern California Edison Company (Edison), met with Cmmr. Conlon in San Francisco. Also present were James Hendry and John Scadding, advs. To Cmmr. Conlon; Michael Hoover, Edison Regulatory Affairs Manager; and Katherine Hackney, Edison Public Affairs Manager. Foster summarized Edison's concern with the October 20, 1997 Proposed Decision (PD) of ALJ Minkin on Phase 2. Foster specifically stated that the PD's reduction in the 1997 rate of return would cost Edison \$17 million in pre-tax earnings, or 2.6 cents per share. Foster also took issue with the PD's arbitrary "capping" of San Onofre Nuclear Generating Station (SONGS) 2&3 output eligible for transition cost recovery at its historic "nameplate" rating. He pointed out that this condition in the PD would contradict specific provisions in the SONGS Ratemaking adopted by the Commission just 18 months ago. He also pointed out that this PD would continue to assign to Edison the \$1.3 million per day risk of plant outages, but deprive Edison of an opportunity to offset these periods of below nameplate output with periods when the plant operates at above nameplate.

Filer: Southern California Edison Company

Contact: Bobbie Cao

Phone: (626) 302-2310

Summary: On November 17, 1997, Russell G. Worden, Southern California Edison Company (Edison) Regulatory Affairs Manager, met with Julie Halligan, adv. to Cmmr. Bilas, in San Francisco. Worden stated that any characterization of the necessary repairs to the San Onofre Nuclear Generating Station (SONGS) 2&3 Steam Turbines as augmenting the plants' output was incorrect. The repairs were necessary to preserve the plants' reliable operation. ALJ Minkin's Proposed Decision on Phase 2 would require several material

changes to the SONGS 2&3 ratemaking and authorized tariffs. Worden encouraged Halligan to view with a skeptical eye, any representations that suggested the repairs were intended to augment the output of the plants.

Filer: Southern California Edison Company

Contact: Bobbie Cao

Phone: (626) 302-2310

Summary: On November 17, 1997, James Scarff, attorney for Office of Ratepayer Advocates (ORA), contacted Cmmrs. Knight and Bilas. Also present were: Bob Lane, adv. to Cmmr. Knight, and Julie Halligan, adv. to Cmmr. Bilas. Steve Linsey, ORA, Robert Kinoshian, Assistant Electric Restructuring Project Manager for ORA, and Mark Loy, analyst for ORA. The communication was oral as part of an all-party meeting at the Commission's offices. Other people attending the meeting included Jana Corey, Jim Macias, Bev Alexander and Bill Manheim for Pacific Gas and Electric Company (PG&E); Russ Worden and Bruce Foster for Southern California Edison Company (SCE); Buce Williams for San Diego Gas and Electric Company (SDG&E); Michael Alcantar for CAC/EPUC; Catherine George for Enron; Karen Mills for the California Farm Bureau; and Keith McCrea for the CMA. Scarff stated that ORA agreed that the interval for calculating any generation revenue surplus should be annual rather than monthly. Scarff stated that ORA also supported the Proposed Decision's findings regarding the application of the 1997 cost of debt to *all three utilities* in calculating the reduced return on equity. Scarff stated that it agreed with SDG&E that the utility should be allowed to apply for recovery of reasonable costs.

Filer: Office of Ratepayer Advocates

E-Mail: mnt@cpuc.ca.gov

Contact: Susie Toy

Phone: (415) 703-1858

11/20/97	A96-07-001	Pacific Gas and Electric Company, San Diego Gas & Electric Company, and Southern California Edison Company, for approval of a loan guarantee and trust mechanism to fund expenditures up to the amount of \$250 million for development and implementation of an independent system operator (ISO) and a power exchange (PX) by January 1, 1998.
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Summary: On November 12, 1997, Bruce Foster, Vice President of Regulatory Affairs for Southern California Edison Company (Edison), met with Cmmr. Conlon, over dinner, in Boston. Also present was Michael Hoover, Edison's Manager of Regulatory Policy and Affairs. Foster stated the importance of Section 376 treatment for the ISO/PX development and start-up costs as required in the joint petition to modify ISO and PX funding decisions.

Filer: Southern California Edison Company

Contact: Bobbie Cao

Phone: (626) 302-2310

Summary: On November 18, 1997, Gary Schoonyan, Director of Southern California

Edison Company (Edison), spoke with Michelle Cooke, advisor to Cmmr. Duque, via telephone. Schoonyan stated Edison's concern regarding the agenda's summary proposal which approves the loan guarantee increase to \$300 million, but denies as premature the finding that the ISO/PX development and start-up costs qualify for Section 376 treatment. Schoonyan stated that absent a positive decision on the Section 376 treatment, Edison would not be able to undertake the additional loan guarantee.

Filer: Southern California Edison Company

Contact: Bobbie Cao

Phone: (626) 302-2310

Summary: On November 17, 1997, Sabrina Miller, Senior Regulatory Representative for Pacific Gas and Electric Company (PG&E), met with Cmmr. Duque, in San Francisco. Also present at the meeting were Michelle Cook, advisor to Cmmr. Duque; Dennis Loughridge, CEO, PX; S. Donley Ritchey, Chairman, PX Governing Board; Sandra McDonald, Vice President of Public Finance, JP Morgan; Bruce Foster, Vice President, Regulatory Affairs, Southern California Edison Company (SCE); Gary Schoonyan, Director, Regulatory Affairs, SCE; Lisa Hubbard, Director, State Regulatory Affairs, San Diego Gas and Electric (SDG&E); and Les Guliasi, Manager, Regulatory Relations, PG&E. This notice is being filed on behalf of PG&E, SCE, and SDG&E. Written materials (attached to notice), consisting of a four page handout titled "California Power Exchange Corporation," and a five page handout titled "Financing Information Regarding the California Power Exchange Corporation" were used. Miller stated that the agenda language concerning the ISO/PX funding item indicates approval of the loan guarantee increase, but denies as premature Section 376 treatment of the PX/ISO costs for the utilities. Miler stated that it is not prudent for PG&E to sign-on for additional loan guarantees without a Commission finding that the OX/ISO start-up and development costs are recoverable pursuant to Section 376. Foster stated that SCE is not willing to take additional risks for PX/ISO costs without the assurance of Section 376 recovery. Schoonyan stated that, absent a Commission decision that the PX's one-time charges qualify for recovery under Section 376, SCE would not be able to undertake the additional loan guarantees. Ritchey noted that the OX has not taken on the applicability of Section 376 to the PX's startup and development costs. Loughridge stated that the funds needed for the PX development costs have increased from \$59 million to \$85 million. Loughridge noted that the primary reason for the increase are due to the underestimated start-up costs put forth in the original budget projection, as well as the need for \$7.2 million for contingencies. Loughridge stated that the projections show the PX running out of cash from the original \$59 million line of credit sometime in December, 1997. McDonald stated that the \$85 million includes the full development costs for the staged implementation of the PX systems, and \$4.7 million for initial working capital which is needed to ensure enough cash reserves through February, 1998. McDonald stated that the financing proposal proposed by the PX is structured in a way to address lenders' concerns regarding the number of parties participating through the PX during the transition period. McDonald stated that the structure is designed to attract more volume flowing through the PX, which will decrease costs to all customers over the long-run. Loughridge stated that the PX has costs that other scheduling coordinators do not have that need to be recovered. Loughridge added that the PX has a FERC and a

legislatively-mandated role to open up the electricity market in California, as well as to perform a market monitoring function. Ritchey stated that the magnitude of the PX system's complexity was not fully realized until recently, when more detailed insight about the system design was obtained.

Filer: Pacific Gas and Electric Company

Contact: Maryann Friel

Phone: (415) 972-5611

11/20/97	A96-08-001	Pacific Gas and Electric Company, for approval of valuation and categorization of non-nuclear generation related sunk costs eligible for recovery in the competition transition charge,
	A96-08-006	San Diego Gas & Electric Company, to identify and value the sunk costs of its non-nuclear generation assets,
	A96-08-007	Southern California Edison Company, to identify and value the sunk costs of its non-nuclear generation assets,
	A96-08-070	Pacific Gas and Electric Company, to establish the competition transition charge,
	A96-08-071	Southern California Edison Company, to estimate transition costs and establish a transition cost balancing account; transition cost executive summaries; transition cost policy; transition cost collection; 1998 market price used to determine transition costs; transition costs for nuclear generation; transition costs for fossil generation; fuel and fuel transportation contract obligations; plant-related sunk costs and rate base for fossil generation; transition costs for hydro generation; transition costs arising from interutility contracts; transition costs for regulatory assets, obligations, and balancing accounts; early retirement, severance, and retraining transition costs; and transition costs ratemaking attached, and
	A96-08-072	San Diego Gas & Electric Company, to estimate transition costs and establish a transition cost balancing account; prepared direct testimony attached.

Summary: On November 17, 1997, Bruce Foster, Vice President of Regulatory Affairs for Southern California Edison Company (Edison), met with Cmmr. Knight, in San Francisco. Also present were, Dorothy Duda and Robert Lane, advisors to Cmmr. Knight; Julie Halligan, advisor to Cmmr. Bilas; Steve Layman, California Public Utilities Commission, Energy Division; Jim Scarff, Mark Loy, Steve Lindsey, and Bob Kinosian for the Office of Ratepayer Advocates; Michael Alcantar, California Cogeneration Council; Karen Mills, California Farm Bureau; Bill Booth, California Large Energy Consumers Association; Catherine George, for Enron; Jana Corey, Jim Macias, Bev Alexander, Bill Manheim, and Les Guliasi for Pacific Gas and Electric Company; and Bruce Williams and Lisa Hubbard

for San Diego Gas and Electric Company. Foster stated that the proposed decision (PD) inappropriately reduces Edison's rate of return, which would cost Edison shareholders \$1.7 million in 1997 pre-tax earnings. Foster stated that absent the rate freeze enacted in AB 1890, Edison's rates would have increased, not decreased. Foster stated that the Commission had already approved the San Onofre Nuclear Generating System (SONGS) and that nothing in that decision caps the SONGS output at its nameplate rating. Foster stated that regarding the monthly accounting of fossil generation production in the PD, Edison should be able to recover costs incurred during months when the plant is not operating from revenues received during other months when the plant is operating.

Filer: Southern California Edison Company

Contact: Bobbie Cao

Phone: (626) 302-2310

Summary: On November 17, 1997, James Macias, Senior Vice President, Transmission, for Pacific Gas and Electric Company (PG&E), met with Cmmrs. Knight and Bilas, in San Francisco. Also present were: Dorothy Duda and Robert Lane, advisors to Cmmr. Knight; Beverly Alexander, Manager, Power Generation, PG&E; Bill Mannheim, attorney, PG&E; Les Guliasi, Regulatory Relations, PG&E; Jana Corey, Director, Regulatory Relations, PG&E, and other parties as listed on the attached attendees list. Mannheim stated that PG&E's geothermal facilities should not be assumed to have a market value in excess of book value and therefore ineligible for CTC recovery. Alexander stated that for hydroelectric services, credits to the transition cost balancing account should be made annually, not monthly as the proposed decision states. Alexander further stated that excess market revenues for hydroelectric services should be tracked on an aggregate basis to be credited annually to the transition cost balancing account. Mannheim stated that for fossil plants, credits to the CTC should be made on a one-time basis, at the time of valuation. Mannheim also stated that the reduced rate of return on assets deemed economic should be effective January 1, 1998, and that worker's compensation for power plant employee injuries that occur prior to January 1, 1998, should be recoverable in CTC as a regulatory asset. Lastly, representatives for PG&E stated PG&E's agreement with a comment made by a representative of San Diego Gas and Electric, that operating losses incurred by must-run units under 'Contract A' during the first 90 days of 1998 should be eligible for CTC recovery.

Filer: Pacific Gas and Electric Company

Contact: Heidi Holzauer

Phone: (415) 972-5611
