Public Utilities Commission of the State of California

Wesley M. Franklin, Executive Director

<u>Headquarters</u> 505 Van Ness Avenue San Francisco, CA 94102 (415) 703-2782 Southern California Office 320 West 4th Street, Suite 500 Los Angeles, CA 90013 (213) 576-7000

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

Daily Calendar Wednesday, August 4, 1999

- Regular Commission Meetings
- Notices
- Subscription Information (Daily Calendar and Agenda)
- Commissioner Office Hours
- Public Meetings and Workshops
- Notice of Draft Resolutions (PU Code § 311(g))
- New Filings
- Petitions for Modification and Applications for Rehearing
- Draft Decisions/Proposed Decisions/Alternates/Presiding Officer's Decisions/ Arbitrator's Reports
- Advice Letter Filings
- Miscellaneous Transportation Items
- Miscellaneous Telecommunication Matters
- Adjournments/Resettings/Submissions
- Removals from Calendar
- New Settings
- Law and Motion Hearings
- Final Oral Argument
- Hearings
- Notice of Denial of Request for Ex Parte Meeting
- Notice of All-Party Meetings (PU Code §1701.3(c))
- Notice of Ex Parte Communications



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 BUSINESS MEETINGS

August 5, 1999 10 am San Franc

September 2, 1999 10 am San Francisco

September 16, 1999 10 am San Francisco

COMMISSION RATESETTING DELIBERATIVE MEETINGS (Not Open to the Public)

Ratesetting Deliberative Meeting dates are reserved as noted but will only be held if there are ratesetting matters to be considered.

August 30, 1999	1:30 pm	San Francisco
September 13, 1999	1:30 pm	San Francisco
October 4, 1999	1:30 pm	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; Suite 500, 320 West 4th Street 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 Sandra Graham at (213) 576-7055.

<u>Date/Time</u>	<u>Commissioner</u>	<u>Location</u>
9/3/99, 9 am - 12 pm	Josiah L. Neeper	320 West Fourth St., Suite. 500
		Los Angeles

PUBLIC MEETINGS & WORKSHOPS

Public Meeting

August 4, 1999	California Public Utilities Commission
9:30 am -3:30 pm	505 Van Ness Avenue, Room 3204
	(Corner of Van Ness Avenue and McAllister Street)
	San Francisco

The ULTS Marketing Board (ULTSMB) will hold its regular meeting to discuss the following: Review/Approve Meeting Minutes, Review/Approve Administrative Report and Action Items, Review/Approve ULTSMB Expenses for July 1999, Review ULTSMB Correspondences Update on Low Income Governing Board Activities, PUC Report and Action Items, Review Previous Studies and Data, Announcements, Set Agenda Items for Future Discussion, and Hear Public Comments. Executive/Closed Session: The ULTSMB will meet in closed session to Review/Approve Executive Session Minutes from July 13-14, 1999. Finalize Interim Marketing Program Contract, Review/Approve Market Research RFP.

This meeting is open to the public. The Board reserves the right to limit the time allocated to public comments and each speaker. If you would like to join the meeting by phone conference or in person, and/or receive a full meeting packet, please notify the ULTS Trust Office at (510) 452-2757.

Public Meeting - California Board for Energy Efficiency

August 4, 1999	Pacific Energy Center
10 am – 5 pm	851 Howard Street
and	San Francisco
August 5, 1999	
10 am – 5 pm	
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<u>Teleconference Information</u>: This meeting is accessible by teleconference. To call in, dial: 1-800-226-1024. After the prompt, enter the access code (566123) followed by the pound sign (#). Please contact Elizabeth Gunn, Board Coordinator, at (415) 703-1956, or by email at egunn@cpuc.ca.gov with any questions regarding teleconferencing. The California Board for Energy Efficiency (CBEE) will meet to discuss the following topics: Program Year (PY) 1999 Programs and Priorities for PY 1999 and PY 2000/2001; Briefing on Non-Residential New Construction Programs; Follow-up on Prior Briefings on Program Priorities; Program Planning for PY 2000/2001, Including Utility Status Reports on Planning Workshops and Meetings, and Preliminary Funding and Budgets; Proposed Decision on the CBEE's Recommendations for PY2000/2001 and Comments on the Proposed Decision; Energy Division Workshop on Board Structure and Operating Procedures; CBEE Annual Report; Market Assessment and Evaluation (MA&E); Annual Earnings Assessment Proceeding (AEAP); CBEE Work Plan and Schedule for 1999; Organizational Planning and Staffing, Including the Recent ACR and Energy Division Communications; Audit of CBEE Contracting Procedures; Board Operations, Membership, and Terms; Board Compensation; CBEE Budget Compliance Filing; Reporting Requirements; Updates and Status Reports from Board Committees; and Scheduling and Agenda Planning for Future Meetings. The meeting is open to the public. The contact

person is Mark Thayer (619) 594-5510. For further information about the CBEE and the meeting consult the CBEE Web Page at http://www.cbee.org.

<u>Closed Session</u>: At a convenient time during, or at the conclusion of the meeting, the CBEE may have a closed session to discuss items of threatened litigation. The CBEE is authorized to discuss these matters in a closed session pursuant to Government Code, Section 1126(e)(2)(b).

Public Meeting

August 11, 1999	California Public Utilities Commission
9 am -5 pm	505 Van Ness Avenue
	(Corner of Van Ness Avenue and McAllister Street)
	San Francisco

The Administrative Committee of the Electric Education Trust (EET) meets to develop a request for proposals for the CBO-outreach program, discuss research and non-CBO educational efforts, approve a plan for CBO community forums, discuss and approve the selection and role of a fiscal agent, consider the progress of the CBO-outreach program taking any necessary actions thereon, discuss and approve a revised budget, and elect officers. The contact person is William Schulte at (415) 703-2349.

Public Meeting - California Board for Energy Efficiency

August 11, 1999	Sempra Energy Center
12 noon - 5 pm	101 Ash Street
	San Diego
and	
	Teleconference Location:
August 12, 1999	August 11 and August 12
9 am - 3 pm	Members Ortensia Lopez and Sara Myers
	California Public Utilities Commission
	505 Van Ness Avenue
	San Francisco

<u>Teleconference Information</u>: This meeting is accessible by teleconference. To call in, dial: 1-800-226-1024. After the prompt, enter the access code (566123) followed by the pound sign (#). Please contact Elizabeth Gunn, Board Coordinator, at (415) 703-1956, or by email at egunn@cpuc.ca.gov with any questions regarding teleconferencing.

The California Board for Energy Efficiency (CBEE) will meet to discuss the following topics: Program Year (PY) 1999 Programs and Priorities for PY 1999 and PY 2000/2001; Briefing on Non-Residential New Construction Programs; Follow-up on Prior Briefings on Program Priorities; Program Planning for PY 2000/2001, Including Utility Status Reports on Planning Workshops and Meetings, and Preliminary Funding and Budgets; Proposed Decision on the CBEE's Recommendations for PY2000/2001 and Comments on the Proposed Decision; Energy Division Workshop on Board Structure and Operating Procedures; CBEE Annual Report; Market Assessment and Evaluation (MA&E); Annual Earnings Assessment Proceeding (AEAP); CBEE Work Plan and Schedule for 1999; Organizational Planning and Staffing, Including the Recent ACR and Energy Division Communications; Audit of CBEE Contracting Procedures; Board Operations, Membership and Terms; Board Compensation; CBEE Budget Compliance Filing; Reporting Requirements; Updates and Status Reports from Board Committees; and Scheduling and Agenda Planning for Future Meetings. The meeting is open to the public. The contact person is Mark Thayer (619) 594-5510. For further information about the CBEE and the meeting consult the CBEE Web Page at http://www.cbee.org.

<u>Closed Session</u>: At a convenient time during, or at the conclusion of the meeting, the CBEE may have a closed session to discuss items of threatened litigation. The CBEE is authorized to discuss these matters in a closed session pursuant to Government Code, Section 1126(e)(2)(b).

Public Meeting

August 12, 1999	Deaf and Disabled Telecommunications Program
10 am - 4 pm	1939 Harrison Street, Room 555
	Oakland

The EPAC will hold a meeting to address the following: (a.) Administrative Business

- (b.) Equipment Manager's Report (c.) Public Input (d.) Consumer Affairs Specialist Report
- (e.) Publicizing Network Features (f.) Time and Locations of Upcoming EPAC Meetings
- (g.) Re-appointment of EPAC Hard of Hearing Representative (h.) CPUC Representation on EPAC (i.) Expanding Consumer Groups Represented on EPAC
- (i.) Discussion of EPAC's Request that Telcos Provide Equipment to Non-Profit Rehabilitative Agencies (j.) EPAC Budget (k.) Three Way Calling for Two-Line VCO Users (l.) Report From Telcos on Customer Feedback Received (m.) Responding to Consumers with Specialized Equipment Needs (n.) Videophones (o.) Review of Consumer Contact Logs (p.) Requests For Invention New Technology Member Reports (q.) Suggested Items for Next Month's Agenda.

For more information about the meeting, or if you plan to attend the meeting and need sign language interpretation or real-time captioning, contact Laine Proctor at 510.874.1410 voice or 510.874.1411 tty.

<u>ENVIRONMENTAL REMINDER</u>: 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

August 18, 1999	California Public Utilities Commission
1:30 pm - 4 pm	505 Van Ness Avenue, Room 3204
	San Francisco
	(Corner of Van Ness Avenue and McAllister Street)

The Universal Lifeline Telephone Service (ULTS) Administrative Committee will hold its regularly scheduled monthly meeting to address the following: Review/Approve July 19, 1999 Meeting Minutes, Review/Approve Telephone Claims, Review/Approve ULTS/ULTSMB Expenses and Authorize Administrative Transfer, PUC Report and Action Items, Review/Acceptance of the Amervest Report and Recommendations, Review/Approve Administrative Report and Action Items, Review/Approval ULTS Financial and Carrier Audit Reports, Review Draft 2000 Budget and Annual Report, ULTSMB Update, Set Agenda for Future Meetings, and Hear Public Comments. This meeting is open to the public. The Board reserves the right to limit the time allocated for public comments and each speaker. If you would like to join the meeting by phone conference and/or receive a meeting packet please notify the ULTS Trust Office at (510) 452-2757 or e-mail at ultstrust@email.msn.com.

NOTICE OF DRAFT RESOLUTIONS

(Pursuant to PU Code § 311(g))

<u>Draft Resolution Approving Disclosure of Clarification to Staff Investigative</u>

<u>Report and Supporting Records Concerning Explosion Occurring on February 17, 1998 at 2101 San Pablo Avenue, Pinole, California, Available For Public Review And Comment.</u>

A draft resolution (L-286) of the Legal Division approving the disclosure of information concerning the explosion occurring on February 17, 1998 at 2101 San Pablo Avenue, Pinole, California, will be on the September 2, 1999, Commission meeting agenda. The Commission may vote on this resolution at that time, or it may postpone a vote until later. When the Commission votes on L-286, it may adopt all or part of it as written, amend or modify it, or set it aside and prepare a different resolution.

The draft resolution was circulated on August 3, 1999 to the attorneys of record for the parties in <u>State Farm v. EBMUD</u>, Contra Costa County Case No. 9805176, and to Pacific Gas & Electric Company, the utility whose facilities were involved in the explosion.

Interested parties may obtain a copy of L-286 for review and submission of written comments. A copy of the draft resolution may be obtained from, and any subsequent written comments should be submitted to:

Lynne McGhee

Legal Division California Public Utilities Commission 505 Van Ness Avenue, Room 5003 San Francisco, CA 94102 Telephone: (415) 703-2913

An original and 2 copies of comments must be received by the Legal Division no later than Thursday, August 26, 1999. Comments shall focus on factual, legal or technical error in the proposed resolution. Late filed comments will ordinarily be rejected. However, in extraordinary circumstances, a request for leave to submit comments late,

Draft Resolution Approving Disclosure Of Confidential Documents Concerning Direct Access Customers To The California State Board of Equalization Pursuant To Confidentiality Agreement Available For Public Review And Comment.

A draft resolution (L-285) of the Legal Division approving disclosure of confidential records concerning direct access customers to the California State Board of Equalization pursuant to a confidentiality agreement will be on the September 2, 1999, Commission meeting agenda. The Commission may vote on this resolution at that time, or it may postpone a vote until later. When the Commission votes on L-285, it may adopt all or part of it as written, amend or modify it, or set it aside and prepare a different resolution.

The draft resolution has been circulated to the Electric Restructuring Service List, R.94-04-031/I.94-04-032, the Registered Electric Service Providers Service List, and the Inactive Electric Service Providers Service List.

Interested parties may obtain a copy of L-285 for review and submission of written comments. A copy of the draft resolution may be obtained from, and any subsequent written comments should be submitted to:

Fred Harris, Staff Counsel Legal Division California Public Utilities Commission 505 Van Ness Avenue, Room 5130 San Francisco, CA 94102 Telephone: (415) 703-1557

An original and 2 copies of comments must be received by the Legal Division by August 20, 1999. Comments shall be limited to 5 pages in length. Comments shall focus on factual, legal or technical error in the proposed resolution. Late filed comments will ordinarily be rejected. However, in extraordinary circumstances, a request for leave to submit comments late, together with the proposed comments, may be filed. An

accompanying declaration under penalty of perjury shall also be submitted setting forth all the reasons for the late submission.

NEW FILINGS

NONE

PETITIONS FOR MODIFICATION AND APPLICATIONS FOR REHEARING

NONE

DRAFT DECISIONS * PROPOSED DECISIONS * ALTERNATES * PRESIDING OFFICER'S DECISION * ARBITRATOR'S REPORTS

8/3/99	A98-04-016	Application of Pacific Gas and Electric Company For Authorization To Sell The El Dorado Hydroelectric Project To El Dorado Irrigation District Pursuant to Public Utilities Code Section 851; Revised Proposed Decision of ALJ Barnett
8/3/99	A98-04-016	Application of Pacific Gas and Electric Company For Authorization To Sell The El Dorado Hydroelectric Project To El Dorado Irrigation District Pursuant to Public Utilities Code Section 851; Revised Alternate Draft Pages of Commissioner Duque

ADVICE LETTER FILINGS

NONE

MISCELLANEOUS TRANSPORTATION ITEMS

August 4, 1999

Filings with Rail Safety and Carriers Division

MISCELLANEOUS TELECOMMUNICATION MATTERS

August 3, 1999

7/27/99

Notice of letter request by the Administrative Committee for approval of trust contracts for California High Cost Fund-B and California Teleconnect Fund programs. Protests or comments should be made within 20 days from the date this item first appeared on the Daily Calendar. Protest or comments should be sent to the Director of Telecommunications Division - Jack Leutza in Room 3210 with a copy to David Shantz, Chairperson-Administrative Committee in Room 3211. To obtain a copy of this request and trust contact for each program, contact Hassan Mirza of the Telecommunications Division at 415-703-1638

TABLE OF SUBMISSION DATES FOR THE PRECEDING TWO WEEKS

7/14/99

A.99-02-019

Rosenthal - In the Matter of the Application of Airport Services of Rajinder Singh Randhawa, dba American Express Shuttle for the authority to operate as a passenger stage corporation between points in Alameda County, Santa Clara County, San Mateo County and San Joaquin County and Oakland International Airport, San Francisco International Airport, and Sacramento International Airport, Contra Costa County

ADJOURNMENTS * RESETTINGS * SUBMISSIONS

A.99-01-037

DeUlloa – Application of Mountain Utilities (U 906-E) for authority, among other things, to more precisely define its revenue requirement and increase rates and charges for electric service,

Evidentiary Hearing set for August 10, reset to August 11

REMOVALS FROM CALENDAR

NONE

		NEW SETTINGS
8/13/99 ALJ DeUlloa Comr Bilas	10:00 a.m. I.99-04-023	(PHC) - Investigation into Accutel Communications, Inc., dba Florida Accutel Communications, Inc., Telephone Conference, Commission Room 5012, San Francisco
8/24/99 ALJ Stalder Comr Neeper	9:00 a.m. A.99-05-002	(EH) - In the matter of the application of San Diego Gas & Electric Company for authority to increase its gas and electric revenuerequirements to reflect its accomplishments for demand-side management program years 1994 and 1197, energy efficiency program year 1998, low income program year 1998, and to address policy and procedural issues for future program years 1999 through 2001 in the 1999 annual earning assessment proceeding ("AEAP"), Commission Courtroom, San Francisco, (also August 25-27; August 30-31; November 8-12, November 15-19)
8/24/99 ALJ Gottstein Comr Neeper	10:00 a.m. A.99-07-002	(PHC) - Application of Southern California Gas Company for authority to continue low income assistance programs and funding through 2000,
Com recepci	A.99-07-004	(PHC) - Application of San Diego Gas & Electric Company for authority to continue low income assistance programs and funding through 2000,
	A.99-07-011	(PHC) - Southern California Edison Company for approval of year 2000 low income energy efficiency program plans,
	A.99-07-012	(PHC) - Application of Pacific Gas and Electric
		Company for approval of year 2000 low income programs, Commission Courtroom, San Francisco

11/1/99	9:30 a.m.
ALJ Econome	A.99-04-045
Comr Bilas	

(PHC) - In the matter of the application of Southern California Edison Company pursuant to D98-08-035 for authorization to allow non-disciminatory access to its customer communication center,

Commission Courtroom, San Francisco, (also November 2-3, also (CA) November 3 from 11:00 a.m. to 12:00 p.m.)

LAW AND MOTION

Law and Motion Hearings are held before Administrative Law Judge A. Kirk McKenzie 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.

7/20/99	9:30 a.m.	NONE SCHEDULED
7/27/99	9:30 a.m.	NONE SCHEDULED
8/3/99	9:30 a.m.	NONE SCHEDULED

FINAL ORAL ARGUMENTS

		Commission Auditorium, San Francisco
		pursuant to Public Utilities Code Section 851,
Comr Bilas		Hydroelectric Project to El Dorado Irrigation District
ALJ Barnett	A.98-04-016	Company for authorization to sell the El Dorado
8/30/99	10:00 a.m.	(FOA) – Application of Pacific Gas and Electric

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	$(FOA) = Final\ Oral\ Argument$
(EH) = Evidentiary Hearing	(WS) = Workshop
(PPH) = Public Participation Hearing	(FPH) = Full Panel Hearing
(IAM) = Initial Arbitration Meeting	(AH) = Arbitration Hearing
(M) = Mediation	(CA) = Closing Argument

(M) = Meatati	on	(CA) = Closing Argument
8/5/99 ALJ Minkin Comr Duque	10:00 a.m. A.98-09-003	(EH) – Application of Pacific Gas and Electric Company for Review and Recovery of the Costs and Revenues in the Transition Cost Balancing Account. (U 39 E)
	A.98-09-008	(EH) – Application of Southern California Edison Company to Review and Recovery Transition Cost Balancing Account Entries from January 1, 1998 through June 30, 1998 and Various Generation- Related Memorandum Account Entries.
	A.98-09-009	(EH) – Application of San Diego Gas & Electric Company in the Annual Transition Cost Proceeding Regarding the Transition Cost Balancing Account (TCBA), Commission Courtroom, San Francisco (also August 6, 9:00 a.m., August 9, 10:00 a.m., August 10, 9:00 a.m., also (CA) August 26, 1:30 p.m.)
8/5/99 ALJ Bytof Comr Bilas	10:00 a.m. A.97-10-024	(PHC) – Application of Southern California Edison Company (U 338-E) for authority to recover capital additions to its fossil generating facilities made between Januar 1, 1996 and December 31 1996 and related substantive and procedural relief, Commission Courtroom, San Francisco (also (EH) August 6, 9:00 a.m.)
8/9/99 ALJ McVicar Comr Duque	10:00 a.m. A.99-04-003	(EH) – In the matter of the application of the California-American Water Company (U 210-W) for an order authorizing it to increase its rates for water service in its Monterey Division to increase revenues
		by \$2.504.600 in the year 2000; \$1.020.400 in the year

by \$2,594,600 in the year 2000; \$1,039,400 in the year 2001; and \$893,300 in the year 2002,

Commission Courtroom, San Francisco (also

August 10-13)

8/10/99 ALJ O'Donnell Comr Hyatt	10:00 a.m. I.99-06-036	(PHC) – Investigation into Commenwealth Energy Corporation's operations and practices in connection with providing service as an Electricity Service Provider under Registration No. 1092, Respondent, Commission Courtroom, San Francisco
8/11/99 ALJ DeUlloa Comr Duque	9:30 a.m. A.99-01-037	(EH) – Application of Mountain Utilities (U 906-E) for authority, among other things, to more precisely define its revenue requirement and increase rates and charges for electric service, Commission Courtroom, San Francisco, (also August 12-13, August 16-17)
8/13/99 ALJ DeUlloa Comr Bilas	10:00 a.m. I.99-04-023	(PHC) - Investigation into Accutel Communications, inc., dba Florida Accutel Communications, Inc., Telephone Conference, Commission Room 5012, San Francisco
8/18/99 ALJ Ryerson Comr Bilas	10:00 a.m. A.99-03-003	(EH) – Application of the City of Richmond for an order granting a variance to General Order No. 135 to further limit the time permitted for blocking the public streets with crossings at Richmond Avenue and Marina Bay Parkway in the City of Richmond, Contra Costa County, California, Commission Courtroom, San Francisco, (also August 19, 9:00 a.m.)
8/18/99 ALJ Vieth Comr Duque	7:00 - 9:00 p.m. I.98-12-012	(PPH) – Order instituting investigation on the Commission's own motion into the rates, charges, and practices of water and sewer utilities providing service to mobilehome parks and multiple unit residential complexes and the circumstances under which those rates and charges can be passed to the end user, Anaheim Convention Center, Room A2-A3, 800 West Katella Avenue, Anaheim
8/19/99 ALJ Wright Comr Bilas	10:00 a.m. C.99-05-035	(EH) – Mad River Community Hospital vs. Pacific Gas and Electric Company,

Humboldt Bay Harbor, Recreation and Conservation District, 601 Startare Drive, Eureka (also August 20)

8/20/99 ALJ Walker Comr Duque	10:00 a.m. A.98-12-028	(EH) - In the matter of the application of Elk Grove Water Works (U 135-W) for an order authorizing it to increase rates for water service for its total service area, and approving its planned water filtration plant installation, Commission Courtroom, San Francisco
8/23/99 ALJ Weiss Comr Duque	10:00 a.m. A.98-11-003	(EH) – In the matter of the application of Southern California Water Company (U 133 W) for a Certificate of Public Convenience and Necessity pursuant to California Public Utilities Code Section 1001 to extend its West Orange County System to the Bolsa Chica Planned Community, (EH) – In the matter of the application of Southern California Water Company (U 133 W) for a Certificate of Public Convenience and Necessity pursuant to California Public Utilities Code Section 1001 to operate and maintain a wastewater system to provide service to the Bolsa Chica Planned Community, Commission Courtroom, San Francisco, (also August 24-27)
8/23/99 ALJ Malcolm ALJ Minkin Comr Duque	10:00 a.m. A.99-01-016 A.99-01-019	(EH) – Pacific Gas and Electric Company for authority to establish post-transition period electric ratemaking mechanisms, (EH) – San Diego Gas & Electric Company for
	A.99-01-034	authority to implement post rate freeze ratemaking mechanisms, (EH) – Southern California Edison Company (U-338-E) to: (1) propose a method to determine and implement the end of rate freeze; and (2) propose ratemaking which should be in place after the end of the rate freeze periods,
	A.99-02-029	(EH) – Application of San Diego Gas and Electric Company: (1) informing the Commission of the probable timing of the end of its electric rate freeze, (2) for authorization to change electric rates through implementation of interim ratemaking mechanisms concurrent with termination of the electric rate freeze, and (3) for authorization to change electric rates by
		adding, and revising or terminating existing, rate and revenue mechanisms and rate designs,

Commission Courtroom, San Francisco, (also

		August 24-27, August 30-September 3, 9:00 a.m., also (CA) September 3, 10:00 a.m.)
8/23/99 ALJ McVicar Comr Duque	10:00 a.m. A.99-05-013	(PHC) – Application of Alisal Water Corporation (U-206-W) for Autority to (1) include the Area known as Rosehart Industrial Park in its Service Area, (2) to Establish Rates for Service, and (3) issue an Evidence of Indebtedness, Monterey Public Library, Library Community Room, 625 Pacific Street, Monterey
8/24/99 ALJ DeUlloa Comr Bilas	9:30 a.m. I.99-04-023	(EH) - Investigation into Accutel Communications, Inc., dba Florida Accutel Communications, Inc., Commission Courtroom, San Francisco (also August 25-27)
8/24/99 ALJ O'Donnell Comr Hyatt	10:00 a.m. A.99-04-042	(PHC) - In the matter of the Application of Worldwide Telecommunications Corporation for registration as an interexchange carrieter telephone corporation pursuant to Public Utilities Code Section 1013, Commission Courtroom, San Francisco
8/24/99 ALJ Stalder Comr Neeper	9:00 a.m. A.99-05-002	(EH) - In the matter of the application of San Diego Gas & Electric Company for authority to increase its gas and electric revenuerequirements to reflect its accomplishments for demand-side management program years 1994 and 1197, energy efficiency program year 1998, low income program year 1998, and to address policy and procedural issues for future program years 1999 through 2001 in the 1999 annual earning assessment proceeding ("EAAP), Commission Courtroom, San Francisco, (also August 25-27; August 30-31; November 8-12, November 15-19)
8/24/99 ALJ Gottstein Comr Neeper	10:00 a.m. A.99-07-002 A.99-07-004	(PHC) - Application of Southern California Gas Company for authority to continue low income assistance programs and funding through 2000, (PHC) - Application of San Diego Gas & Electric Company for authority to continue low income assistance programs and funding through 2000,
	A.99-07-011	(PHC) - Southern California Edison Company for approval of year 2000 low income energy efficiency program plans,

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	A.99-07-012	(PHC) - Application of Pacific Gas and Electric Company for approval of year 2000 low income programs, Commission Courtroom, San Francisco
8/26/99 ALJ Bennett	10:00 a.m. C.99-07-038	(ECP) - Freda D. Pechner vs. Pacific Gas and Electric Company, Law Offices of Patrick R. Little, 130 Maple Street, Suite 300, Auburn
8/27/99 ALJ Veith Comr Neeper	9:00 a.m. C.99-01-039	(EH) – The Greenlining Institute and Latino Issues Forum vs. Pacific Bell and Pacific Information Services, Commission Courtroom, San Francisco (also August 31, 10:00 a.m., September 1, 10:00 a.m. and September 2, 9:00 a.m.)
8/27/99 ALJ Wright Comr Bilas	10:00 a.m. C.99-05-040	(EH) – Fred G. Teixeira vs. Pacific Gas and Electric Company, Fresno State Building, 2550 Mariposa St., Room 1038, Fresno
8/30/99 ALJ Rosenthal Comr Neeper	10:00 a.m. C.98-11-013	(EH) – Big Bear Chamber of Commerce, on behalf of itself, and on behalf of each of its members vs. GTE California, Inc., YWCA of Greater San Bernardino 567 North Sierra Way, San Bernardino (also August 31, September 1-3, 10:00 a.m.)
8/30/99 ALJ DeUlloa Comr Bilas	10:00 a.m. A.99-02-012	(PHC) - Application of the San Francisco Bay Area Rapid Transit District for authority to institute revenue passenger service utilizing the advanced automatic train control system for safety-critical motion control, Commission Courtroom, San Francisco
8/31/99 ALJ Malcolm Comr Duque	10:00 a.m. A.99-01-011	(PHC) - Application of Pacific Gas and Electric Company to recover costs recorded in the catastrophic event memorandum account (CEMA) effective January 1, 2000 (U 39 M), Commission Courtroom, San Francisco, (also (EH) September 8-10, September 13-15, 10:00 a.m.)
8/31/99 ALJ Barnett Comr Duque	2:00 p.m. A.98-11-023	(PHC) - Application of Pacific Gas and Electric Company to establish performance-based ratemaking for electric and gas utility distribution service effective

		January 1, 2000, Commission Courtroom, San Francisco
9/1/99 ALJ Biren Comr Bilas	10:00 a.m. I.99-07-003	(PHC) - Investigation on the Commission's Own Motion to Consider the Costs and Benefits of Various Promising Revisions to the Regulatory and Market Structure Governing California's Natural Gas Industry and to Report to the California Legislature on the Commission's Findings, Commission Courtroom, San Francisco
9/8/99 ALJ Barnett Comr Duque	10:00 a.m. A.98-11-023	(EH) - Application of Pacific Gas and Electric Company to establish performance-based ratemaking for electric and gas utility distribution service effective January 1, 2000, Commission Courtroom, San Francisco (also September 9; September 13-16; September 20-23; September 27-30; October 4-7, 10:00 a.m.)
9/8/99 ALJ McVicar Comr Duque	10:00 a.m. A.99-05-020 A.99-05-023	(EH) – Kern River Valley Water Company, for Authority to Increase Rates Charged for Water Service to Increase Revenues by Approximately \$609,700 (or 31.36%) in the Year 2000, and \$2,200 (or 0.11%) in the Year 2002 (EH) – and related matters,
	A.99-05-024	(EH) – and related matters, (EH) – and related matters, Commission Courtroom, San Francisco, (also September 9-10, September 13-14)
9/10/99 ALJ Ryerson Comr Duque	9:00 a.m. C.99-03-070	(EH) – Terril L. Graham vs. Atascadero Mutual Water Company, Atascadero City Hall, 6500 Palma Avenue, Room 102, Atascadero
9/14/99 ALJ Walker Comr Duque	10:00 a.m. A.98-09-040	(OA) – In the matter of the Application of the Southern California Water Company (U 133 W) for authority pursuant to Public Utilities Code Section 454 to restructure the water rates of its Barstow, Calipatria- Niland, Claremont, Desert, Orange County, San Dimas, San Gabriel and Wrightwood Districts into region-wide tariffs, Commission Courtroom, San Francisco

9/15/99 ALJ O'Donnell Comr Bilas	9:00 a.m. A.99-04-017	(EH) – In the matter of the annual depreciation application of Citizens Telecommunications Company of California, Inc. (U-1024-C), Commission Courtroom, San Francisco
9/20/99 ALJ Stalder Comr Neeper	9:00 a.m. A.99-03-063	(EH) - In the matter of the application of Southern California Edison Company (U 388-E) for a finding of reasonableness for the ratepayer expenditures for the ENVEST pilot program, Commission Courtroom, San Francisco (also September 21-24)
9/22/99 ALJ Bennett Comr Bilas	9:00 a.m. I.99-04-020	(EH)- Investigation on the Commission's own motion into the operations, practices, and conduct of Vista Group International, Inc. (U-5650-C), doing business as Vista Communications (Vista), Thomas Coughlin, Chief Executive Officer of Vista, and Philip Bethune, President of Vista, to determine whether they have violated the laws, rules, and regulations governing the manner in which California consumers are switched from one long distance carrier to another, Commission Courtroom, San Francisco (also September 23-24; September 27-29)
9/27/99 ALJ Ryerson Comr Neeper	10:00 a.m. C.99-02-011	(EH) – Gene H. Whitmore v. Pacific Bell, Commission Courtroom, Los Angeles State Office Building, 320 West 4 th Street, Los Angeles
10/1/99 ALJ DeUlloa Comr Wood	10:00 a.m. I.99-06-035	(PHC) – Investigation on the Commission's own motion into the operations, practices and conduct of ACI Communications, Inc., and Larry Cornwell, in his capacity as receiver for ACI, to determine whether ACI has violated the laws, rules and regulations governing the manner in which California consumers are switched from one long distance carrier to another, Commission Courtroom, San Francisco
10/4/99 ALJ Malcolm Comr Neeper	10:00 a.m. R.96-11-004	(EH) - Order instituting rulemaking for electric distribution facility standard setting, Commission Courtroom, San Francisco (also October 5-8)
10/7/99 ALJ Econome Comr Duque	9:30 a.m. I.99-04-022	(PHC) - Order instituting investigation into the operations and practices of the Southern California Gas Company, concerning the accuracy of information

		supplied to the Commission in connection with its Montebello Gas Storage Facility, Commission Courtroom, San Francisco (also (EH) October 12 through 22; October 12 & 18 at 10:00 a.m.; October 13-15, October 19-22 at 9:00 a.m.; also (CA) November 30, 9:30 a.m.)
10/12 & 15/99 ALJ O'Donnell Comr Neeper	10:00 a.m. A.99-03-027	(EH) - In the matter of application of Citizens Telecommunications Company of California, Inc. (U-1024-C) to review its new regulatory framework, Planning and Development Services Dept., 1231 "I" Street, 1st floor, Sacramento (also October 13 & 14, 10:00 a.m., Dept. of Education Bldg., 721 Capitol Mall, Room 166-B, Sacramento
10/12/99 ALJ Bytof Comr Duque	10:00 a.m. A.99-03-049	(PHC) – Application of Southern California Gas Company (U 904 G) under the catastrophic event memorandum account (CEMA) for recovery of costs related to the El Nino storms, Commission Courtroom, San Francisco (to be followed by (EH); also (EH) October 13-15, 9:00 a.m.)
10/18/99 ALJ Hale Comr Duque	10:00 a.m. A.99-03-039	(EH) - Pacific Gas and Electric Company to consolidate the review of PG&E's expenditures in 1997 and 1998 to enhance transmission and distribution system safety and reliability pursuant to Section 368(e) of the California Public Utilities Code, Commission Courtroom, San Francisco (also October 19-21, 9:00 a.m., also (CA), 3:00 p.m.)
10/18/99 ALJ Ryerson Comr Wood	10:00 a.m. I.99-06-038	(EH) - Order instituting investigation on the Commission's own motion into the operations and practices of Nir Ben David and Amit Mines, dba Right On Time Moving, Commission Courtroom, Los Angeles State Office Building, 320 West 4 th Street, Los Angeles (also October 19, 10:00 a.m.)
10/20/99 ALJ Ryerson Comr Wood	10:00 a.m. I.99-06-039	(EH) - Order instituting investigation on the Commission's own motion into the operations and practices of Mon-Van Moving Services, Inc. and its President, Gary R. Grubb,

		Commission Courtroom, Los Angeles State Office Building, 320 West 4 th Street, Los Angeles (also October 21-22, 10:00 a.m.)
11/1/99 ALJ Vieth Comr Duque	10:00 a.m. A.99-02-004	(EH) - Joint application of California Water Service Company (U-60-W), Dominguez Water Company (U-330-W), Kern River Valley Water Company (U-295-W), and Antelope Valley Water Company (U-281-U) for approval of a plan of merger of California Water Service Company, Dominguez Water Company, Kern River Valley Water Company, and Antelope Valley Water Company, Commission Courtroom, San Francisco, (also November 2-5)
11/1/99 ALJ O'Donnell Comr Neeper	10:00 a.m. A.99-03-025	(EH) - In the matter of the application of Roseville Telephone Company (U-1015-C) to review its new regulatory framework, Commission Courtroom, San Francisco, (also November 2-5, 9:30 a.m.)
11/1/99 ALJ Econome Comr Bilas	9:30 a.m. A.99-04-045	(PHC) - In the matter of the application of Southern California Edison Company pursuant to D98-08-035 for authorization to allow non-disciminatory access to its customer communication center, Commission Courtroom, San Francisco, (also November 2-3, also (CA) November 3 from 11:00 a.m. to 12:00 p.m.)
11/8/99 ALJ McVicar Comr Duque	10:00 a.m. C.97-09-023	(EH) - In the Matter of TWEAN, a New York General Partnership, dba Time Warner Cable of Bakersfield vs. Pacific Gas and Electric Company, a California Corporation, Commission Courtroom, San Francisco (also November 9-10)
11/8/99 ALJ O'Donnell Comr Neeper	10:00 a.m. C.99-04-046	(EH) – Pacific Bell vs. FirstWorld Communications, Inc., FirstWorld SoCal (U 5733 C), FirstWorld Orange Coast (U 5782 C), FirstWorld SGV (U 5783 C), Commission Courtroom, San Francisco, (also November 9, 10 and 12, 9:00 a.m.)

11/15/99 ALJ Bytof Comr Bilas	10:00 a.m. A.99-04-024	(PHC) – Application of Southern California Edison Company (U 338-E) for authority to recover capital additions to its fossil generating facilities made between January 11, 1996 and December 31, 1996 and related substantive and procedural relief, Commission Courtroom, San Francisco, (also (EH) will commence immediately, also (EH) November 16-19, 9:00 a.m.)
11/16/99 ALJ DeUlloa Comr Neeper	10:00 a.m. A.98-08-001	(EH) – In the matter of the application of Airporter, Inc., doing business as Santa Rosa Airporter, to amend and modify its passenger stage certificate #9023, by removing the "reservation only restrictions" for five listed cities in Marin County, and to expand its authorized service to all points in the cities of Novato, Marinwood, Terra Linda, San Rafael, Corte Madera, and Mill Valley for both routes 1 (SFO) and 2 (OAK), with retention of the current "Half-Mile proximity restriction" within these cities, Commission Courtroom, San Francisco
11/16/99 ALJ Hale Comr Neeper	10:00 a.m. A.99-03-013	(EH) – Application of Pacific Gas and Electric Company submitting electric revenue cycle services cost and rate proposals in compliance with Decision 98-09-070,
	A.99-03-019	(EH) - Application for Commission consideration of post-transition proposals for long-run marginal cost pricing and geographic de-averaging of revenue cycle services,
	A.99-03-024	(EH) - Application of Southern California Edison Company (U 338-E) relating to long-run marginal costs for unbundled metering and billing services, Commission Courtroom, San Francisco, (also November 17-19, November 22-24, also (CA) November 24)
12/1/99 ALJ Malcolm Comr Bilas	10:00 a.m. A.99-03-014	(EH) - Application of Pacific Gas and Electric Company to revise its electric marginal costs, revenue allocation, and rates at the end of the rate freeze, Commission Courtroom, San Francisco (also December 2-3; December 6-10; December 13-14)

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 ALL-PARTY MEETINGS (PU Code § 1701.3(c))

NONE

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.

8/2/99 I87-11-033 Commission investigation into alternative regulatory frameworks for local telecommunications exchange carriers.

Summary: On July 28, and July 29, 1999, Janice Grau, the Office of Ratepayer Advocates' (ORA) attorney, met with Cmmr. Neeper and Cmmr. Wood, respectively, in two separate meetings in San Francisco. Also present were: at the meeting with Cmmr. Neeper – Fassil Fenikile, advisor to Cmmr. Neeper; and with Cmmr. Wood – Normal Low, advisor to Cmmr. Wood. In both meetings also participated Terry Mowrey, Branch Chief, and Thomas Lew, Project Manager, for ORA. Written materials (attached to the notice) were used. Referring to the Pacific Bell new regulatory framework audit, ORA representatives stated that it was overdue and must start promptly; that ORA is the appropriate division to conduct the audit, that the audit conforms with D96-05-036 and directives of the Executive Director, and that a thorough and aggressive audit is necessary to ensure that Pacific Bell is complying with Commission rules and regulations.

Filer: ORA-Grau
Contact: Janice Grau
Phone: (415) 703-1960

Summary: LATE FILED. On July 27, 1999, Janice Grau, the Office of Ratepayer Advocates' (ORA) attorney, met with Cmmr. Bilas in San Francisco. Also present were: Dorothy Duda and Lester Wong, advisors to Cmmr. Bilas; and Terry Mowrey, Branch Chief, and Thomas Lew, Project Manager, for ORA. Written materials (attached to the notice) were used. Referring to the Pacific Bell new regulatory framework audit, ORA representatives stated that it was overdue and must start promptly; that ORA is the appropriate division to conduct the audit, that the audit conforms with D96-05-036 and directives of the Executive Director, and that a thorough and aggressive audit is necessary to ensure that Pacific Bell is complying with Commission rules and regulations.

Filer: Office of Ratepayer Advocates E-Mail: mnt@cpuc.ca.gov Contact: Susie Toy Phone: (415) 703-1858

8/2/99	R93-04-003	Commission Order Instituting Rulemaking on
		Commission's own motion to govern open access to
		bottleneck services and establish a framework for
		network architecture development of dominant carrier
		networks and
	I93-04-002	Commission Order Instituting Investigation on the
		Commission's own motion into open access and network

architecture development of dominant carrier networks.

Summary: On July 28, 1999, Glenn Semow, Director of State Regulatory Affairs for the California Cable Television Association (CCTA), met with Lester Wong, advisor to Cmmr. Bilas, in San Francisco. Semow noted the proposed decision's failure to include provisions for the recovery of service specific volume insensitive costs. Semow also suggested that Pacific Bell's bundled cost studies did not permit the Commission to verify any efficiencies claimed by Pacific Bell in the provision of its bundled retail services and, therefore, that some additional examination of the bundled studies was required.

Filer: California Cable Television Assoc.

Contact: Frank Monti Phone: (510) 428-2225

8/2/99	R97-10-016	Commission Order Instituting Rulemaking, on the
		Commission's Own Motion into monitoring
		performance of operations support systems.
	I97-10-017	Commission Order Instituting Investigation, on the
		Commission's Own Motion into monitoring
		performance of operations support systems.

Summary: On July 29, 1999, Cynthia Marshall, Executive Director – Regulatory, for Pacific Bell (PacBell), met with Dorothy Duda, advisor to Cmmr. Bilas, in San Francisco. Also present were: Lester Wong, advisor to Cmmr. Bilas; Fassil Fenikile, advisor to Cmmr. Neeper; Robert Lane, advisor to Cmmr. Hyatt; Norman Low, advisor to Cmmr. Wood;

Debbie Barba, General Manager-Local Service Centers, Eric Batongbacal, Director-Regulatory, Lori Mendoza, General Manager –Local Service Center North, and Gwen Johnson – Director-Local Competition, for PacBell. Written material (attached to the notice) containing PacBell's recommended benchmarks, was used. PacBell representatives discussed its concerns regarding the performance measure draft decision (DD), related to measure 2, measure 3, measure 18, and measure 41. PacBell stated that its concern related to the benchmarks that were established in the DD.

Filer: Pacific Bell
Contact: Lila Tam
Phone: (415) 542-9268

8/2/99	R93-04-003	Commission Order Instituting Rulemaking on Commission's own motion to govern open access to bottleneck services and establish a framework for network architecture development of dominant carrier
	I93-04-002	networks and Commission Order Instituting Investigation on the Commission's own motion into open access and network architecture development of dominant carrier networks.
	R95-04-043	Rulemaking on the Commission's own motion into competition for local exchange service and
	I95-04-044	Investigation on the Commission's own motion into competition for local exchange service.

Summary: On July 29, 1999, John Faber, President of ISP Networks, Inc., met with Cmmr Hyatt in San Francisco. Others present were: Rudy Geist, Executive Vice President and General Counsel of 01 Communications; John Keagy, President of InReach Internet; and David Simpson, attorney for the California Internet Service Providers Association and MindSpring, Inc. (Parties). Written material (attached to the notice) was used. The parties urged the Commission to require line-sharing, to ensure that Pacific Bell does not provide special treatment to its Internet affiliate and to consider opening up cable infrastructure that is used for telecommunications.

Filer: California Internet Service Providers Association

Contact: Martina Hassett Phone: (415) 291-1970

8/2/99	R93-04-003	Commission Order Instituting Rulemaking on
		Commission's own motion to govern open access to
		bottleneck services and establish a framework for
		network architecture development of dominant carrier
		networks and
	I93-04-002	Commission Order Instituting Investigation on the
		Commission's own motion into open access and network
		architecture development of dominant carrier networks.
	A99-03-047	Pacific Bell, for arbitration of an interconnection
		agreement with MFS/WorldCom pursuant to Section
		252(b) of the Telecommunications Act of 1996.

Summary: On July 29, 1999, Richard B. Severy, Director of Public Policy of MCI WorldCom (MCI) met with Cmmr. Wood in San Francisco. Also present were Norman Low, advisor to Cmmr. Wood; and William C. Harrelson, Senior Counsel of MCI. Written materials (attached to the notice) were used. Severy indicated that current prices for inputs competitors require from incumbent local phone companies have been far too high to permit economical entry. Severy suggested that changes in the UNE prices contained in the ALJ's Proposed Decision (PD) are required before new entrants can serve residential customers on an economically viable basis. Severy explained that the UNE prices that competitors would pay under the PD exceed the incumbent's current retail revenues, thus preventing competitive local exchange carriers from being able to compete. Severy added that because proper imputation of the high UNE prices, as required by the PD, would result in an increase in Pacific Bell's retail rates, the Commission can either pursue that option, or lower UNE prices, especially for switching and the loop, to more cost-based levels. Harrelson stated that if the Commission does not set geographically deaveraged loop rates immediately, in the interim the Commission could apply a \$2.64 universal service offset for residential unbundled loops to eliminate a discrimination problem acknowledged by the ALJ and the parties. Harrelson recommended, noting that the proposed 19% shared and common cost mark-up is the highest in the nation, that the Commission not impose this mark-up on residential loops, as the Federal Communications Commission suggested.

Filer: MCI WorldCom Contact: Leslie Watkins Phone: (415) 228-1245