

PUBLIC UTILITIES COMMISSION

Office of Governmental Affairs

770 L Street, Suite 1230
Sacramento, CA 95814
(916) 327-3277

June 10, 2008

The Honorable Christine Kehoe, Chair
Senate Energy, Utilities & Communications Committee
State Capitol, Room 4038
Sacramento, CA 95814

RE: AB 1755 – As Amended April 14, 2008 – SUPPORT
Status: Senate EU&C Hearing - June 17, 2008

Dear Senator Kehoe:

On May 15, 2008, the California Public Utilities Commission (Commission) voted unanimously to support if amended AB 1755, which would grant the Commission the flexibility to establish new guidelines and policy regarding the time period over which utilities may carry in their rate base, and thus recover from customers, the cost of real property acquired for potential transmission development within transmission corridor zones designated by the State Energy Resources and Conservation Commission.

Please see the attached analysis for an explanation of the Commission's position.

If you have any questions or wish to discuss this matter further, please do not hesitate to call me at (916) 327-8441.

Sincerely,

A handwritten signature in cursive script that reads "Pamela C. Loomis".

PAMELA C. LOOMIS
Director

Enclosure

cc: The Honorable Felipe Fuentes, Member, California State Assembly
Members, Senate Energy, Utilities & Communications Committee
Wade Teasdale, Senate Republican Caucus/Office of Policy
John Moffatt, Deputy Legislative Secretary, Office of Governor Arnold Schwarzenegger