PUBLIC UTILITIES COMMISSION

Office of Governmental Affairs 770 L Street, Suite 1230 Sacramento, CA 95814 (916) 327-3277



June 5, 2008

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

RE: AB 2791 (Blakeslee) – As amended April 9, 2008 – Support

Status: Senate Committee on Energy, Utilities and Communications (June 17, 2008)

Dear Senator Kehoe:

On April 24, 2008, the California Public Utilities Commission (Commission) voted unanimously to support AB 2791, which would extent the pilot program for the on-bill financing of combined heat and power (CHP) generation systems as enacted by AB 1613, by widening the scope of customer-generators to include federal, state, and local government facilities.

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) 324-5945.

Sincerely,

DAVINA FLEMINGS

Legislative Liaison

Attachment

cc: The Honorable Sam Blakeslee, Member, California State Assembly

Members, Senate Committee on Energy, Utilities and Communications

Wade Teasdale, Senate Republican Caucus/Policy

John Moffatt, Deputy Legislative Secretary, Office of Governor Arnold Schwarzenegger