## PUBLIC UTILITIES COMMISSION

770 L Street, Suite 1050 Sacramento, CA 95814



June 17, 2008

The Honorable Lloyd Levine, Chair Assembly Utilities & Commerce Committee State Capitol, Room 5136 Sacramento, CA 95814

RE: SB 1714 (Negrete McLeod) as amended June 16, 2008— Support with amendments Status: Assembly U&C Hearing June 23, 2008

Dear Chairman Levine:

On May 15, 2008, the Commission voted unanimously to support with amendments SB 1714, which would make changes to the feed-in tariff provisions to encourage the generation of electricity from eligible renewable energy resources at the sites where the electricity will be utilized and in an amount commensurate with a customer's demand for electricity.

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) 445-1430.

Sincerely,

ERIN GRIZARIO

Legislative Liaison, Office of Governmental Affairs

cc: The Honorable Gloria Negrete McLeod, California State Senate

Members, Assembly Utilities & Commerce Committee

Edward Randolph, Chief Consultant, Assembly Utilities & Commerce Committee

Daryl Thomas, Assembly Republican Policy Consultant

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