

## PUBLIC UTILITIES COMMISSION

Office of Governmental Affairs

770 L Street, Suite 1050  
Sacramento, CA 95814  
(916) 327-3277

May 12, 2009

The Honorable Nancy Skinner  
California State Assembly  
State Capitol, Room 4126  
Sacramento, CA 95814

**RE: AB 560 (Skinner) – As Amended April 16, 2009 – Support**  
**Status: Assembly Floor**

Dear Assemblymember Skinner:

On May 7, 2009, the California Public Utilities Commission (CPUC) voted unanimously to support AB 560. AB 560 proposes a 10% cap on Net Energy Metering (NEM). Currently, NEM penetration is capped at 2.5 percent of aggregate peak customer demand in each utility service territory. Increasing the cap will allow the California Solar Initiative Program to move forward without delay and meet its goal of 1,940 MW installed.

Please see the attached analysis for a detailed 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) 327-8858.

Sincerely,

A handwritten signature in blue ink that reads "Alicia Priego".

ALICIA PRIEGO  
Legislative Liaison

Attachment

cc: Members, Assembly Natural Resources Committee  
Members, Assembly Utilities and Commerce Committee  
Lawrence Lingbloom, Assembly Natural Resources Committee  
Ed Randolph, Assembly Utilities and Commerce Committee  
John Kennedy, Republican Caucus/Policy  
Daryl Thomas, Republican Caucus/Policy  
John Moffatt, Chief Deputy Legislative Secretary, Office of Governor Arnold Schwarzenegger