PUBLIC UTILITIES COMMISSION

Office of Governmental Affairs

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

May 12, 2009

The Honorable Christine Kehoe Chair, Senate Committee on Appropriations State Capitol, Room 2206 Sacramento, CA 95814

RE: SB 542 (Wiggins) – As Amended April 2, 2009 – Oppose Unless Amended

Status: Senate Committee on Appropriations

Dear Senator Kehoe:

On May 7, 2009, the California Public Utilities Commission (CPUC) voted unanimously to oppose SB 542 unless amended. SB 542 requires the CPUC, by July 1, 2010, to develop and implement a strategy to expand the participation rates of multiunit residential and commercial rental properties in utility energy efficiency and solar energy programs, and to report to the Legislature on that strategy.

There are several efforts underway in various CPUC programs to expand participation of multiunit residential and commercial tenants. The CPUC is working on integrating its approach to demand side management programs, which will further help achieve the goal of the bill. The CPUC currently considers cost-effectiveness of demand side programs on a comprehensive basis. This bill would require the Commission to adopt a strategy that might be duplicative, out of sync with program review cycles, and costly to implement.

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,

ALICIA PRIEGO Legislative Liaison

Elicia Priego

Attachment

cc: The Honorable Patricia Wiggins, Senator

Members, Senate Committee on Appropriations

Bob Franzoia, Senate Committee on Appropriations

Lance Christiansen, Senate Republican Caucus/Policy

Kathy Madison, Department of Finance

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

