

# CPUC Public Agenda 3372 Thursday, February 11, 2016 9:30 a.m. San Francisco, CA



Commissioners: Michael Picker, President Michel Peter Florio Catherine J.K. Sandoval Carla J. Peterman Liane M. Randolph





## The Pledge of Allegiance





"I pledge allegiance to the Flag of the United States of America, and to the Republic for which it stands, one nation under God, indivisible, with liberty and justice for all."









# **Public Comment**



- Per Resolution ALJ-252, any member of the public (excluding parties and their representatives) who wishes to address the CPUC about matters before the Commission must sign up with the Public Advisor's Office table before the meeting begins. If an individual has signed up using the electronic system on the Commission's website, they must check in with the Public Advisor's Office on the day of the meeting, by the sign-up deadline.
- Once called, each speaker has up to 3 minutes at the discretion of the Commission President. Depending on the number of speakers, the time limit may be reduced to 1 minute.
- A sign will be posted when 1 minute remains.
- A bell will ring when time has expired.
- At the end of the Public Comment Section, the Commission President will ask if there are any additional individuals who wish to speak. Individuals who wish to speak but did not sign up by the deadline, will be granted a maximum of one minute to make their comments.

## Public Comment is not permitted on the following items:

- <u>4, 14, 15.</u>
- All items on the Closed Session Agenda





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- Once called, each speaker has up to 2 minutes at the discretion of the Commission President. Depending on the number of speakers, the time limit may be reduced to 1 minute.
- A sign will be posted when 1 minute remains.
- A bell will ring when time has expired.
- At the end of the Public Comment Section, the Commission President will ask if there are any additional individuals who wish to speak. Individuals who wish to speak but did not sign up by the deadline, will be granted a maximum of one minute to make their comments.

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# **Public Agenda Changes**

Items shown on the Consent Agenda will be taken up and voted on as a group in one of the first items of business of each CPUC meeting.

- Items on Today's Consent Agenda are: 1, 2, 3, 4, 7.
- Any Commissioner, with consent of the other Commissioners, may request an item from the Regular Agenda be moved to the Consent Agenda prior to the meeting.
- **<u>No Item</u>** from the Regular Agenda has been added to the Consent Agenda.
- Any Commissioner may request an item be removed from the Consent Agenda for discussion on the Regular Agenda prior to the meeting.
- **<u>No Item</u>** has been moved to the Regular Agenda.
- **<u>No Item</u>** has been withdrawn.
- The following items have been held to future Commission Meetings:

Held to **2/25/16**: <u>8, 8a, 16.</u> Held to **3/17/16**: <u>5, 6.</u>





# **Regular Agenda**

- Each item on the Regular Agenda (and its alternate if any) will be introduced by the assigned Commissioner or CPUC staff and discussed before it is moved for a vote.
- For each agenda item, a summary of the proposed action is included on the agenda; the CPUC's final decision may, however, differ from that proposed.
- The complete text of every Proposed Decision or Draft Resolution is available for download on the CPUC's website: <u>www.cpuc.ca.gov</u>.
- Late changes to agenda items are available on the Escutia Table.



## Regular Agenda – Energy Orders

Item # 9 [14623] – Order Instituting Rulemaking to Develop an Electricity Integrated Resource Planning Framework and to Coordinate and Refine Long-Term Procurement Planning Requirements

#### **PROPOSED OUTCOME:**

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- This rulemaking will consider the impact of Senate Bill 350 (DeLeon, 2015), in particular the sections of the law related to integrated resource planning (IRP), on the Commission's regular biannual long-term procurement planning (LTPP) process.
- The proceeding will primarily focus on bringing together various ongoing analytical efforts from other proceedings, along with new analysis to be conducted in this proceeding, in order to create a framework for IRP filings of regulated load-serving entities (LSEs) in the future. Ultimately, the Commission is responsible for ensuring optimized portfolios of its LSEs to achieve the electric sector greenhouse gas reduction goals by 2030, in a manner that preserves system reliability, at reasonable costs, while also meeting other statutory requirements.
- In addition to the IRP focus, this rulemaking will also be the venue for the Commission's ongoing LTPP responsibilities aligned with the integrated Energy Policy Report of the California Energy Commission and the Transmission Planning Process of the California Independent System Operator.
- Should the Commission need to consider bundled procurement plans of the electric utilities within the next two years, this rulemaking will also be the venue for consideration of those plans.

#### SAFETY CONSIDERATIONS:

• This proceeding will focus primarily on planning to ensure long-term reliability of the electricity system, which impacts safety of the system and utility customers.

#### **ESTIMATED COST:**

• Unknown at the outset of the proceeding. Individual proposals considered in the course of the proceeding will determine if there are costs associated with additional electricity procurement that may be authorized.





## **Regular Agenda – Water/Sewer Resolutions and Reports**

### Item # 10 [14581] – California Water Service Company to Produce Additional Annual Revenue Over Total Revenues Earned for Test Year 2015

Res W-5078, Advice Letter No. 2158 filed on March 16, 2015

- Related matters.

### **PROPOSED OUTCOME:**

- Authorizes California Water Service Company (Cal Water) to participate in the Wolfe Road Recycled Water Project, as outlined in Cal Water's agreements with Santa Clara Valley Water District and Apple, Incorporated.
- Grants authority under Public Utilities Code Section 454 to Cal Water to file a Tier 1 Advice Letter with the revised tariff schedule attached to this Resolution as Appendix A no later than thirty (30) days prior to recycled water service beginning. The effective date of the revised schedules shall be five days after the date of filing.

### SAFETY CONSIDERATIONS:

• The resolution provides adequate revenues to the utility so that it can provide safe and reliable water service to its customers. The water served by the utility meets all applicable water quality standards set forth by the State Water Resources Control Board.

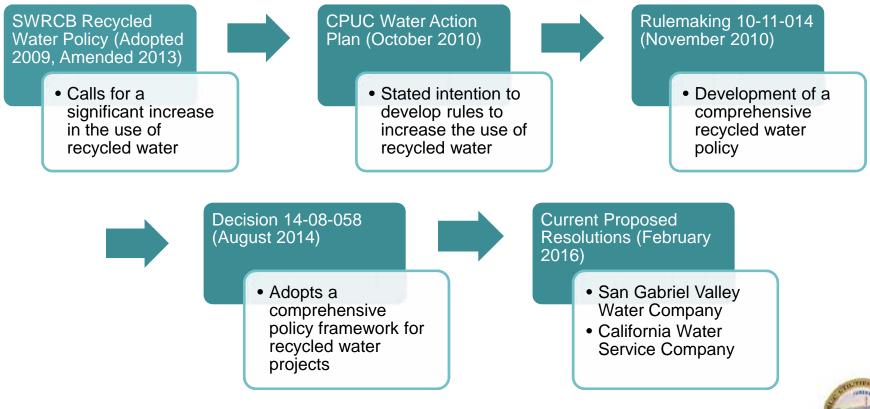
### **ESTIMATED COST:**

• \$326,476 or 1.22% over total revenues earned to be paid by Apple, Incorporated.





# **Recycled Water Projects** (The Regulatory Process in Action)







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### SAFETY CONSIDERATIONS:

• The resolution provides adequate revenues to the utility so that it can provide safe and reliable water service to its customers. The water served by the utility meets all applicable water quality standards set forth by the State Water Resources Control Board.

### **ESTIMATED COST:**

• \$326,476 or 1.22% over total revenues earned to be paid by Apple, Incorporated.





## **Regular Agenda – Water/Sewer Resolutions and Reports (continued)**

## Item # 11 [14605] – San Gabriel Valley Water Company's Construction of Phase I of The South El Monte Recycled Water Expansion Project

Res W-5079, Advice Letter (AL) 469, filed September 16, 2015 and AL 469-A, filed November 18, 2015 - Related matters.

### **PROPOSED OUTCOME:**

- Authorizes San Gabriel Valley Water Company (San Gabriel) to begin construction on Phase I of the South El Monte Recycled Water Expansion Project.
- Upon completion of construction, San Gabriel may file a Tier 2 Advice Letter requesting to incorporate recorded construction costs, capped at \$2,849,315 and subject to prudence review, into rates.

### SAFETY CONSIDERATIONS:

• The resolution provides adequate revenues to the utility so that it can provide safe and reliable water service to its customers. The water served by the utility meets all applicable water quality standards set forth by the State Water Resources Control Board.

### **ESTIMATED COST:**

• \$2,849,315 to be paid by the ratepayers.





## Water/Sewer Resolutions and Reports (continued)

**Item # 12 [14616]** – Extends and Modifies the Restrictions Adopted in Resolution W-5041 To Continue to Achieve a Reduction in Potable Urban Water Use Consistent With Restrictions Imposed by The State Water Resources Control Board's Resolution No. 2016-0007, Adopted February 2, 2016

Res W-5082

#### PROPOSED OUTCOME:

- All water utilities under the jurisdiction of the California Public Utilities Commission shall comply with the Emergency Regulations as adopted by the State Water Resources Control Board by Resolution No. 2016-0007 at its meeting of February 2, 2016.
- The restrictions adopted in Resolution W-5041 on May 7, 2015 shall be continued until October 31, 2016, except as modified herein.
- Utilities which have established memorandum accounts to track lost revenues due to the drought shall be authorized to track the shortfall as long as conservation measures are necessary.
- All water utilities shall comply with all monitoring and reporting requirements as established by the State Water Resources Control Board.

#### SAFETY CONSIDERATIONS:

• The resolution provides adequate revenues to the utility so that it can provide safe and reliable water service to its customers. The water served by the utility meets all applicable water quality standards set forth by the State Water Resources Control Board.

#### **ESTIMATED COST:**

• Not Applicable.





## **Regular Agenda – Orders Extending Statutory Deadline**

## Item # 13 [14618] – Order Extending Statutory Deadline

#### A14-04-011

In the Matter of the Application of San Diego Gas & Electric Company for a Certificate of Public Convenience and Necessity for the Sycamore-Penasquitos 230 Kilovolt Transmission Line Project

#### Ratesetting

Comr Picker / Judge Yacknin

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## **PROPOSED OUTCOME:**

• Extends statutory deadline to May 24, 2016.

## SAFETY CONSIDERATIONS:

• There are no safety considerations associated with the outcome of this order extending statutory deadline.

## ESTIMATED COST:

• There are no costs associated with the outcome of this decision.





## **Regular Agenda - Orders Extending Statutory Deadline (continued)**

Item # 14 [14619] – Order Extending Statutory Deadline

C15-02-022 David MacKinnon, Jr. vs. San Diego Gas & Electric Company.

Adjudicatory

Comr Randolph / Judge Colbert

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### **PROPOSED OUTCOME:**

• Extends statutory deadline to August 26, 2016.

## SAFETY CONSIDERATIONS:

There are no safety considerations associated with the outcome of this decision.

## **ESTIMATED COST:**

• There are no costs associated with the outcome of this decision.





## **Regular Agenda - Orders Extending Statutory Deadline (continued)**

## Item # 15 [14621] – Order Extending Statutory Deadline

C15-02-021 Ramin Hatam vs. San Diego Gas & Electric Company.

Adjudicatory

Comr Randolph / Judge Colbert

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### **PROPOSED OUTCOME:**

• Extends the statutory deadline for completion of this proceeding to August 24, 2016.

## SAFETY CONSIDERATIONS:

• There are no safety implications associated with this Order Extending Statutory Deadline.

## **ESTIMATED COST:**

• There are no costs associated with the outcome of this decision.





# **Commissioners' Reports**















## **Regular Agenda - Commissioner Reports**

## Item # 17 [14609]

## Commissioner Catherine J.K. Sandoval's Report Regarding Proposed Appointments to the Low-Income Oversight Board

Discussion and Action on Proposed Appointments to the Low-Income Oversight Board.





# **Commissioners' Reports**















## **Management Reports**







# Regular Agenda – Management Reports and Resolutions

Item # 18 [14527]

Management Report on Administrative Activities – Safety Action Plan





## 2016 Update Safety Action Plan Nine Action Items







# Regular Agenda – Management Reports and Resolutions

Item # 18 [14527]

Management Report on Administrative Activities – Safety Action Plan





# Regular Agenda – Management Reports and Resolutions

Item #20 [14568]

## **Management Report on Administrative Activities**





## **Management Reports**







# The CPUC Thanks You For Attending Today's Meeting

## The Public Meeting is adjourned. The next Public Meeting will be:

# February 25, 2016 at 9:30 a.m. in San Francisco, CA



