

CPUC Public Agenda 3379 Thursday, June 9, 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





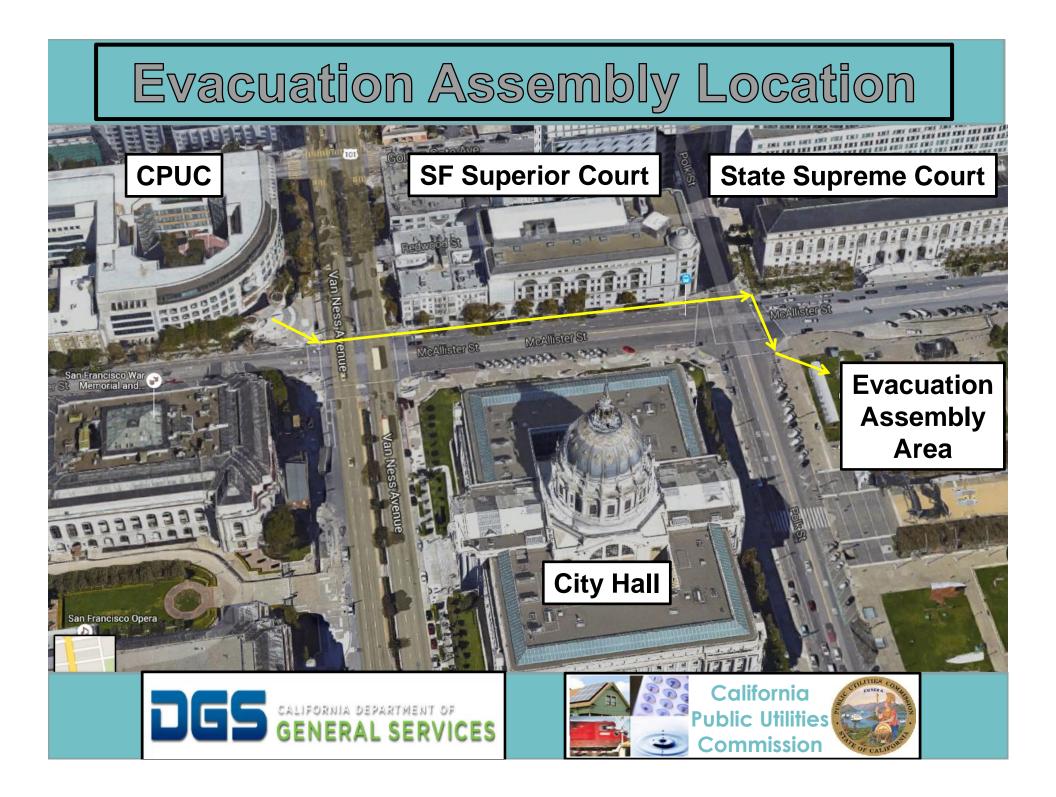
The Pledge of Allegiance





"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>22, 39</u>
- All items on the Closed Session Agenda





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 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.

Public Comment is not permitted on the following items:

- <u>22, 39</u>
- All items on the Closed Session Agenda





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 1 minute to address the Commission.
- 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>22, 39</u>
- All items on the Closed Session Agenda





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: <u>1, 3, 4, 5, 6, 7, 9, 10, 11, 12, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 29, 30, 31, 32, 33, 34.</u>
- 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>Item 46aak</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>Item 8, 13</u>** has been moved to the Regular Agenda.
- Item 48 has been withdrawn.
- The following items have been held to future Commission Meetings:

Held to 6/23/16: 28, 35, 35a, 36, 37, 37a, 38, 41, 42, 43, 44, 45, 46 (Except Sub Item 46 aak) and 47.

Held to 7/14/16: 2.





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 # 8 [14870] – 2017 Bridge Funding for Pacific Gas and Electric Company, San Diego Gas & Electric Company and Southern California Edison Company (SCE) Demand Response Programs and Activities including SCE Activities to Help Mitigate the Aliso Canyon Gas Leakage

R13-09-011

Order Instituting Rulemaking to Enhance the Role of Demand Response in Meeting the State's Resource Planning Needs and Operational Requirements.

Ratesetting

Comr Florio - Judge Hymes

PROPOSED OUTCOME :

- Approves, with revisions, Southern California Edison Company's (SCE) Proposal to Mitigate the Aliso Canyon Gas Leakage.
- Authorizes the elimination of the demand bidding program beginning in 2017 for Pacific Gas and Electric Company (PG&E) and San Diego Gas & Electric Company (SDG&E) and in 2018, for SCE (part of Aliso Canyon mitigation efforts).
- Authorizes PG&E, SDG&E, and SCE to hold a demand response auction in 2017, with revisions.
- Authorizes PG&E to increase incentives for the Capacity Bidding Program.
- Denies SDG&E's request for the proposed Armed Forces pilot but encourages development of another Armed Forces focused pilot.
- Directs PG&E, SDG&E and SCE to implement Automated Demand Response Programs with specific and uniform parameters.
- Authorizes SCE to continue its Aggregator Managed Portfolio program contracts for one additional year, but with no new negotiations.

SAFETY CONSIDERATIONS :

 The performance and funding of demand response programs ensure the reliability of electric service in the PG&E, SDG&E and SCE service territories; similarly adopting and funding demand response programs in the areas affected by the Aliso Canyon gas leakage helps to mitigate the effects of the leakage.

ESTIMATED COST :

- PG&E -- \$55.29 million for 2017 demand response programs
- SDG&E -- \$22.3 million for 2017 demand response programs
- SCE -- \$50.28 million for 2017 demand response programs plus
- \$9.3 million in 2017 demand response incremental funding for Aliso Canyon mitigation





Regular Agenda – Communication Orders

Item # 13 [14877] – Approves California Advanced Services Fund Public Housing Infrastructure Projects and Delegates to Staff the Authority to Approve Applications for Wired Buildings

Res T-17515

PROPOSED OUTCOME :

 Approves funding for the public housing infrastructure grant applications of San Bernardino for its Lynwood and North E Street projects, Community Housing Works for its Northwest Manors II projects, and from Eden Housing, Inc. for its Hayward Senior, Warner Creek, Jasmine Square, Monticelli, Rancho Park, Royal Court, Wheeler Manor 650 5th Street Wheeler Manor 651 6th Street projects from the California Advanced Services Fund Broadband Public Housing Account Infrastructure Grant Program in the amount of \$239,793. All 12 projects were challenged by two Internet Service Providers based on services already being available within the building. This Resolution denies these challenges and modifies the Expedited Review Criteria in Decision 14-12-039, Appendix B, delegating to Communication Division staff the authority to approve applications through expedited review for properties that are wired.

SAFETY CONSIDERATIONS :

• The deployment of affordable broadband in public housing will improve access to government and e-health services, which improves safety.

ESTIMATED COST :

• \$239,793.





CASF Public Housing T-17515



Robert Wullenjohn

Communications Division California Public Utilities Commission June 9, 2016



CASF Public Housing Infrastructure Program

- Public housing program provides grants to publicly supported housing communities to build infrastructure within the properties.
- Staff can approve applications meeting expedited review criteria.
- Approximately 360 project applications received.
- Project challenges received verifying existing broadband service/wired status; however expedited review criteria (est. in D.14-12-039) do not address this.
- Nearly all applications received are for housing facilities that already have access to broadband services and have wired units.
- Subscriptions are low.





Rule Clarification Needed

- Is the CASF Public Housing Infrastructure Program
 - 1. Limited to **providing inside wire** that connects to a service provider network **where it does not already exist**, or
 - 2. Allowed to overbuild existing inside wires to **make broadband more affordable** (or free) to people in public housing?
- P.U. Code Section 281(h)(3) and Decision state that an entity is eligible if it has not denied access to any provider that is willing to connect a network to the facility.
- Resolving challenged projects via resolution is cumbersome.





Resolution T-17515 Summary

- Provides staff authority to approve projects that have existing broadband service/wired status by modifying the expedited review criteria.
- Provides funding to 12 projects that fit that criteria.
- Denies the challenges by two Internet Service Providers of 12 projects that argued their services are already available and buildings are already wired.
- Modified criteria will speed up staff review to encumber monies by EOY 2016.





Regular Agenda – Communications Orders

Item # 13 [14877] – Approves California Advanced Services Fund Public Housing Infrastructure Projects and Delegates to Staff the Authority to Approve Applications for Wired Buildings

Res T-17515

PROPOSED OUTCOME :

 Approves funding for the public housing infrastructure grant applications of San Bernardino for its Lynwood and North E Street projects, Community Housing Works for its Northwest Manors II projects, and from Eden Housing, Inc. for its Hayward Senior, Warner Creek, Jasmine Square, Monticelli, Rancho Park, Royal Court, Wheeler Manor 650 5th Street Wheeler Manor 651 6th Street projects from the California Advanced Services Fund Broadband Public Housing Account Infrastructure Grant Program in the amount of \$239,793. All 12 projects were challenged by two Internet Service Providers based on services already being available within the building. This Resolution denies these challenges and modifies the Expedited Review Criteria in Decision 14-12-039, Appendix B, delegating to Communication Division staff the authority to approve applications through expedited review for properties that are wired.

SAFETY CONSIDERATIONS :

• The deployment of affordable broadband in public housing will improve access to government and e-health services, which improves safety.

ESTIMATED COST :

• \$239,793.





Regular Agenda – Orders Extending Statutory Deadline

Item # 39 [14937] – Order Extending Statutory Deadline

C15-07-004 Ryan and Amanda Atkinson vs. Pacific Gas and Electric Company.

Adjudicatory

Comr Peterman – Judge Kim

PROPOSED OUTCOME:

• Extends the statutory deadline to September 30, 2016, to allow Parties sufficient time to finalize settlement.

SAFETY CONSIDERATIONS:

There are no safety considerations associated with extending the statutory

ESTIMATED COST:

• There are no costs affected by granting the extension.





Regular Agenda – Orders Extending Statutory Deadline (continued)

Item # 40 [14943] – Order Extending Statutory Deadline

R11-11-007 Order Instituting Rulemaking into the Review of the California High Cost Fund-A Program. Quasi-Legislative Comr Sandoval - Judge Colbert

PROPOSED OUTCOME:

• Extends statutory deadline for completion of this proceeding until August 8, 2016.

SAFETY CONSIDERATIONS:

• There are no safety considerations implicated with this Order Extending Statutory Deadline.

ESTIMATED COST:

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





Commissioners' Reports















Management Reports







Regular Agenda – Management Reports and Resolutions

Item # 49 [14865]

Management Report on Administrative Activities





Drought Update June 9, 2016

Rami Kahlon, Director Water Division California Public Utilities Commission





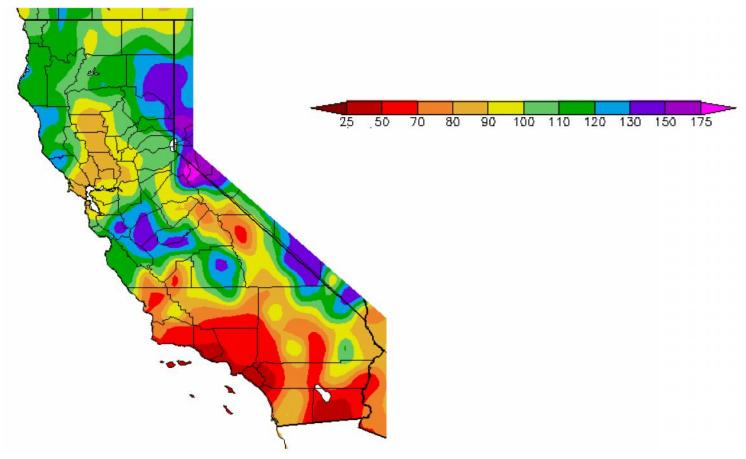
Drought Update

- Drought Overview
- Governor's Executive Order B-37-16, dated May 9, 2016
- SWRCB Emergency Regulations adopted May 18, 2016
- June 23, 2016 Agenda Resolutions Options A and B





Percent of Average Precipitation (Oct 1, 2015 – Jun 5, 2016)



Generated 6/06/2016 at WRCC using provisional data. NOAA Regional Climate Centers





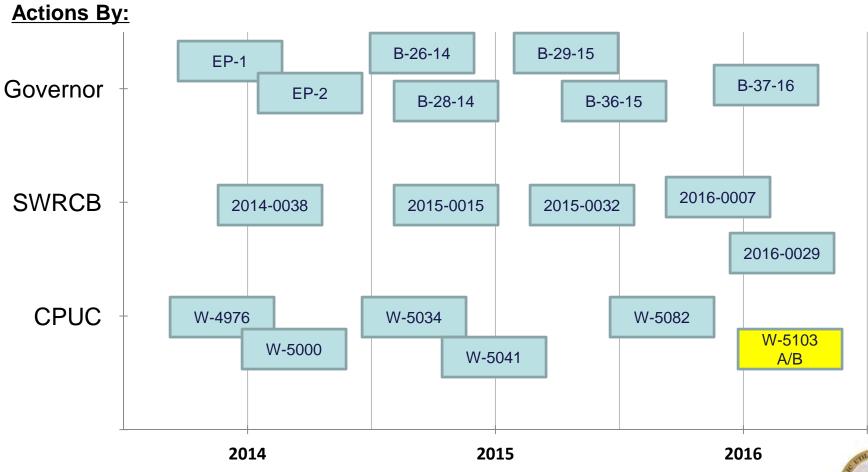
Reservoir Storage (As of May 1, 2016)

Reservoir	Capacity Thousand Acre-Feet (TAF)		% Capacity		% Historic Average	
Shasta		4,552	93		108	
Oroville		<mark>3,</mark> 538	96		118	
Trinity Lake		2,448	61		74	
New Melones		2,420	26		41	
San Luis		2,039	47		52	
Don Pedro		2,030	67		92	
McClure (Exchequer)		1,024	47		79	
Pine Flat		1,000	<mark>5</mark> 2		85	
Folsom	977		85		113	
Bullards Bar		966	91		115	
100					% 1	00%

Department of Water Resources



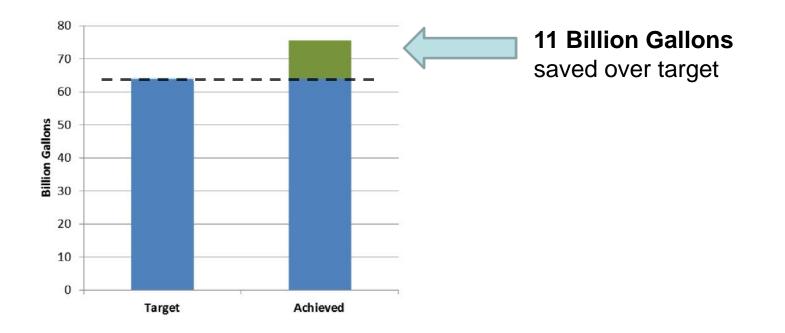
Drought Actions







IOU Water Savings (June 2015 – April 2016)



California State Water Resources Control Board





Executive Order B-37-16 – May 9

"Making Water Conservation a California Way of Life"

- Use water more wisely
 - Adjust emergency regulation through January 2017
 - Develop a proposal to achieve mandatory reductions in urban water use by January 2017

 Building off 25% reduction / lessons learned in 2016
 5 member Agency team, including the CPUC
- Eliminate Water Waste
- Strengthen local drought resilience
- Improve agricultural water use efficiency





SWRCB Emergency Regulations – May 18

- Added Sec. 864.5 Self-certification of supply reliability
 - Report conservation standard to the Board
 –Retailers by June 22, 2016
 –Wholesalers by June 15, 2016
 - » Aggregate conservation standards; requires full agreement
- Otherwise, comply with existing conservation standards.
- Water waste prohibitions continue; runoff, irrigation after rainfall, washing of driveways, etc.
- Effective June 1, 2016.





Resolution 5103 - June 23, 2016 Agenda

– Option A

- Comply with SWRCB Resolution 2016-0029
- Self-certify conservation standard or continue existing conservation requirement.
- Enforce permanent water use restrictions
- Comply with reporting requirements
- Option B
 - Self-certify conservation standard or continue existing conservation requirement <u>whichever is more restrictive</u>.
 - Enforce permanent water use restrictions
 - Comply with reporting requirements





Regular Agenda – Management Reports and Resolutions

Item # 49 [14865]

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:

June 23, 2016 at 9:30 a.m. in San Francisco, CA



