

CPUC Public Agenda 3450 Thursday, November 7, 2019 10:00 a.m. San Francisco, CA



Commissioners:
Marybel Batjer, President
Liane M. Randolph
Martha Guzman Aceves
Clifford Rechtschaffen
Genevieve Shiroma

www.cpuc.ca.gov





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."







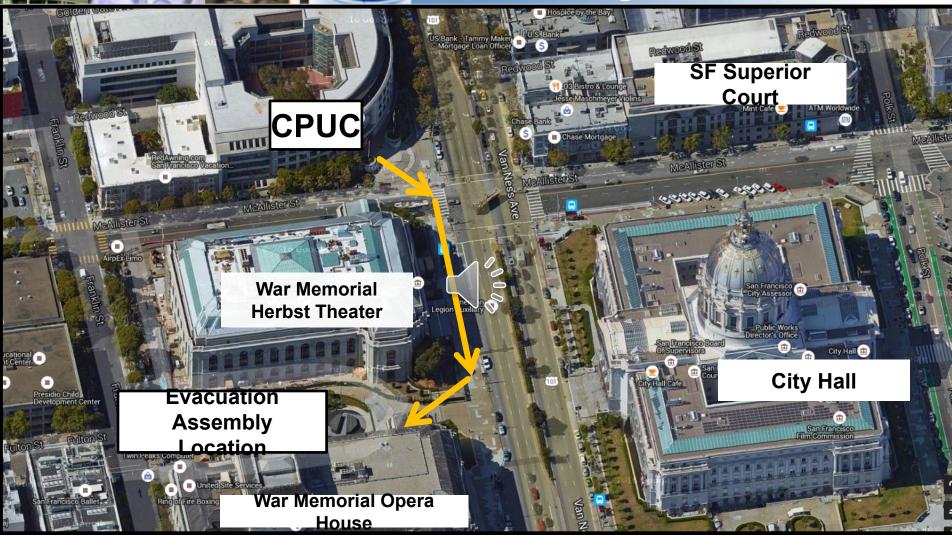
Emergency Evacuation

Safety is our number one priority:

Please listen to the emergency evacuation instructions for this location.



Evacuation Assembly Location











CPUC Mission

We Empower California through:

- Assuring utility services are clean and safe.
- Providing for critical services and infrastructure.
- Designing rates that are fair and reasonable.
- Protecting the interests of consumers and ratepayers.









Accountability
Excellence
Integrity
Open Communication
Stewardship







Commissioner Code of Conduct

- I. Commissioners should conduct themselves in a manner that demonstrates respect for the public, for fellow Commissioners, and for Commission staff.
- II. Commission meetings should be opportunities for a full and respectful exchange of ideas and the responsible execution of Commission duties.
- III. Serving on the Commission is an honor and Commissioners should treat their colleagues at the Commission with respect for the varied backgrounds, skills and interests that each one brings.
- IV. Commissioners are public officials who should uphold the integrity of their office at all times.



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:

- 4, 13, 14, 33, 34, and 37
- 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
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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: 2, 3, 6, 7, 8, 9, 10, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, and 27.
- 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 30</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.
- No Item has been moved to the Regular Agenda.
- Item 1 has been withdrawn.
- The following items have been held to future Commission Meetings:

Held to 12/5/19: **4, 5, 11, 29, 31 and 31A.**





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: www.cpuc.ca.gov.
- Late changes to agenda items are available on the Escutia Table.





Regular Agenda - Agenda- Energy Orders

Item #28 [17738] - Decision Requiring Electric System Reliability Procurement for 2021-2023

R.16-02-007

Order Instituting Rulemaking to Develop an Electricity Integrated Resource Planning Framework and to Coordinate and Refine Long-Term Procurement Planning Requirements.

Ratesetting

Comr Randolph - Judge Fitch

PROPOSED OUTCOME:

- To ensure electric system reliability beginning in 2021, this decision:
- Recommends that the State Water Resources Control Board consider extensions of once-thru-cooling compliance deadlines currently set for December 31, 2020 of up to three years, for Alamitos and Huntington Beach units, two years for Redondo Beach units, and one year for Ormond Beach units.
- Requires all load-serving entities (LSEs) serving customers within the California Independent System Operator area to procure an additional 4,000 megawatts (MW) of incremental electric resources that qualify as system resource adequacy and serve renewable integration purposes, with at least 60 percent coming online by Summer 2021, 80 percent by Summer 2022, and 100 percent by Summer 2023.
- Requires investor-owned utilities to conduct an all-source solicitation for their portion of the 4,000 MW, and file Tier 3 advice letter(s) with the proposed contracts, by January 1, 2021 or sooner, if possible.
- Requires additional reporting and tracking of electricity resource contract status semi-annually by all LSEs.

SAFETY CONSIDERATIONS:

• Procurement actions as a result of this decision are intended to ensure safe and reliable electric service beginning in 2021, when electricity shortages would otherwise be possible.

ESTIMATED COST:

Unknown until procurement activities are concluded.





Regular Agenda - Orders Extending Statutory Deadline

Item #32 [17846] - Order Extending Statutory Deadline

A.18-05-011

In the Matter of the Application of Liberty Utilities (Park Water) Corp. for an Order Authorizing Liberty Utilities (Park Water) Corp. to Purchase the City of Perris's Municipal Water Systems.

Ratesetting

Comr Shiroma - Judge Burcham

PROPOSED OUTCOME:

Extends Statutory Deadline for completion of this proceeding until May 8, 2020.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:





Item #33 [17847] – Order Extending Statutory Deadline

C.18-12-004

Southern California Public Power Authority vs. Southern California Gas Company.

Adjudicatory

Comr Rechtschaffen - Judge Rizzo

PROPOSED OUTCOME:

• Extends Statutory Deadline for completion of this proceeding until April 28, 2020.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:





Item #34 [17849] – Order Extending Statutory Deadline

C.18-11-011

American Messaging Services, LLC vs. Pacific Bell Telephone Co. d/b/a AT&T California.

Adjudicatory

Comr Randolph - Judge Bemesderfer

PROPOSED OUTCOME:

• Extends Statutory Deadline for completion of this proceeding until May 15, 2020.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:





Item #35 [17850] – Order Extending Statutory Deadline

R.15-06-009

Order Instituting Rulemaking Regarding Policies, Procedures and Rules for Regulation of Physical Security for the Electric Supply Facilities of Electrical Corporations Consistent with Public Utilities Code Section 364 and to Establish Standards for Disaster and Emergency Preparedness Plans for Electrical Corporations and Regulated Water Companies Pursuant to Public Utilities Code Section 768.6.

Quasi-Legislative

Comr Rechtschaffen - Judge Kelly

PROPOSED OUTCOME:

• Extends Statutory Deadline for Phase II of this proceeding to May 29, 2020.

SAFETY CONSIDERATIONS:

• There are no safety considerations associated with this extension order.

ESTIMATED COST:

There are no costs associated with this extension order.





Item #36 [17868] – Order Extending Statutory Deadline

A.18-05-017

In the Matter of the Joint Application of MLN Topco Ltd., Mitel Networks Corporation, and Mitel Cloud Services, Inc. f/k/a Mitel Netsolutions, Inc. for Approval to Transfer Indirect Control of Mitel Cloud Services, Inc. to MLN TopCo Ltd.

Ratesetting

Comr Randolph - Judge Powell

PROPOSED OUTCOME:

Extends the statutory deadline for the proceeding by 6 months to May 17, 2020.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:





Item #37 [17874] - Order Extending Statutory Deadline

C.18-11-012

Brookview MHP Investors, LLC, dba Thunderbird Mobile Home Park vs. Pacific Gas and Electric Company.

Adjudicatory

Comr Rechtschaffen - Judge Kersten

PROPOSED OUTCOME:

Extends Statutory Deadline for completion of this proceeding until May 20, 2020.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:





Item #38 [17876] – Order Extending Statutory Deadline

R.16-02-007

Order Instituting Rulemaking to Develop an Electricity Integrated Resource Planning Framework and to Coordinate and Refine Long-Term Procurement Planning Requirements.

Ratesetting

Comr Randolph - Judge Fitch

PROPOSED OUTCOME:

• Extends Statutory Deadline for completion of this proceeding until May 13, 2020.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:





Item #39 [17881] – Order Extending Statutory Deadline

A.17-12-004

In the Matter of Application of Pinnacles Telephone Co. to Review Intrastate Rates and Charges, Establish a New Intrastate Revenue Requirement and Rate Design, and Modify Selected Rates.

Ratesetting

Comr Guzman Aceves - Judge Haga

PROPOSED OUTCOME:

Extends Statutory Deadline for completion of this proceeding until February 29, 2020.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:





Item #40 [17882] - Order Extending Statutory Deadline

A.16-09-007

In the Matter of the Application of Shimmick Construction Co., Inc. for a Variance from General Order 26-D and/or the Application of General Order 143-B Requirements for Side Clearances at the Transit Vehicle Maintenance and Service Yard of the Sonoma Marin Area Rail Transit District in Santa Rosa, California.

Ratesetting

Comr Randolph - Judge Haga

PROPOSED OUTCOME:

Extends Statutory Deadline for completion of this proceeding until June 1, 2020.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:





Regular Agenda – Legislative and Other Matters

Item #41 [17886]

2019 Legislative Outcomes







2019 Legislative Outcomes



Hazel Miranda, Director

Grant Mack | Lori Misicka | Michael Mullaney | Emilio Perez

Office of Governmental Affairs

November 7, 2019





2019 Legislative Overview

- ❖ 122 bills tracked:
 - 85 (70%) failed passage
 - 37 (30%) sent to the Governor's Desk
- **❖ Took ONE formal legislative position**
- ❖ Participated in NINE legislative committee oversight hearings
- **❖ Provided FIVE formal legislative staff briefings**





2019 Legislative Engagement & Cross Agency Collaboration

- Engaged with the Senate and Assembly policy and fiscal committee consultants.
- Actively coordinated with the Department of Finance on bill fiscal analyses.
- Collaborated with the California Energy Commission, California Independent System Operator, California Air Resources Board, California Office of Emergency Services, California Department of Forestry and Fire Protection, and the Department of Conservation - Division of Oil, Gas and Geothermal Resources.
- Updated the Governor's Office on key policy issues.





CPUC Formal Legislative Positions

- AB 1366 (Gonzalez): Voice over Internet Protocol and Internet Protocol enabled communications services.
 - CPUC Position: OPPOSE
 - Status: Held in committee pursuant to Senate Rule 29.10, September 11, 2019

This bill proposes to extend, for an additional ten years, the qualified prohibition on any state or local entity regulating Voice over Internet Protocol (VoIP) and Internet Protocol (IP) enabled services. The bill includes an additional qualification restricting the CPUC from taking regulatory action, unless expressly and specifically directed by the Legislature, in the interest of public safety or consumer protection, among other provisions.

The Commission took an oppose position due to concerns with restricting state oversight given the increase in catastrophic disasters and deenergization events in California. All essential infrastructure and services in California must receive heightened scrutiny for its reliability, service quality and impact on public safety. Communications infrastructure, just as electric infrastructure, has demonstrated service quality deficiencies, as well as disaster response and reliability issues, that require proper oversight and review.





Communications Bills Summary

Communications bills signed this year focused on:

- Strengthening the state's communications grid by refining rules for the distribution of emergency alerts and improving carrier coordination with public safety officials.
- Providing consumers with protections against fraudulent calls.
- Extending the sunset of the Deaf and Disabled Telecommunications Program and making program enrollment easier.
- Expanding representation on the California Broadband Council.



Energy Bill Summary

Energy bills signed this year focused on:

- Improving electric and gas infrastructure safety
- Integrating electric vehicles into the electric system
- Deploying customer energy resources
- Enabling responsible electric retail procurement choice
- Clarifying existing energy resource planning processes
- Incentivizing biomethane production
- Expanding electric and gas utility oversight





Safety Bills Summary

Safety bills signed this year focused on:

- Strengthening California's ability to prevent and recover from catastrophic wildfires
- Boosting the state's forest management activities
- Updating requirements for the maintenance and operation of utility infrastructure to reflect changing climate conditions
- Protecting utility workers.





Transportation Bill Summary

Transportation bills signed this year focused on:

- Strengthening existing consumer protection laws for TNC drivers.
- Improving collaboration between the CPUC and local governments on work related to railroad crossings.





Other Bill Summary

Other bills signed this year focused on:

- Expanding the supplier diversity program to thirdparty power procurement providers.
- Improving CPUC audit and review requirements of regulated entities.





Legislative Committee Oversight Hearings

ASSEMBLY UTILITIES & ENERGY COMMITTEE

- January 30, 2019 Annual Review of California Public Utilities Commission and the Public Advocates Office
- March 6, 2019 The Metamorphosis of the Energy Sector: Maintaining Reliability and Affordability on the Road to Decarbonization
- May 21, 2019 Investor Owned Utility Wildfire Mitigation Plans: Will the Plans Reduce the Risk & Occurrence of Catastrophic Wildfires

SENATE ENERGY UTILITIES & COMMUNICATIONS COMMITTEE

- March 5, 2019 Pacific Gas & Electric (PG&E) Chapter 11 Reorganization Bankruptcy: Implications for California
- March 12, 2019 The California Public Utilities Commission and the Public Advocates Office Annual Report to the Legislature
- March 19, 2019 The Changing Electricity Landscape: The Need for a New Regulatory Approach

SENATE ENERGY, UTILITIES & COMMUNICATIONS COMMITTEE SUBCOMMITTEE ON GAS, ELECTRIC AND TRANSPORTATION SAFETY

August 14, 2019 – With Great Power Comes Great Responsibility: Preparing for Electric Utility De-Energization

JOINT LEGISLATIVE COMMITTEE ON EMERGENCY MANAGEMENT AND ASSEMBLY COMMITTEE ON COMMUNICATIONS AND CONVEYANCE

• **July 1, 2019 –** Emergency Alerts and Evacuations – Lives Saved or Lives Lost?

ASSEMBLYMEMBER QUIRK BRIEFING (IN LIEU OF SELECT COMMITTEE)

• **February 13, 2019 –** Zero-Carbon Grid by 2045





Formal Legislative Staff Briefings

- January 17, 2019 CPUC: Status of SB 901 (Dodd, Chapter 626, Statutes of 2018): Wildfire Prevention, Response & Recovery Implementation
- February 27, 2019 CPUC: 2017-2018 Integrated Resource Plan Process
- March 22, 2019 CPUC, CEC & CARB: Transportation Electrification Infrastructure Investments
- April 5, 2019 CPUC: 2017-2018 Integrated Resource Plan Preferred System Plan Proposed Decision
- May 22, 2019 CPUC, CEC & CAISO: Aliso Canyon Impact on Reliability Summer 2019





2019 Fiscal Overview

- ❖ Fiscal impact estimates requested for 79 different bills.
- Over 215 fiscal impact estimate requests received and delivered.
- Dozens of follow up discussions with DOF and appropriations committees.

Signed legislation with fiscal impact

Title	Positions		Legislation
	Permanent	Limited-Term	Legisiation
Electricity: load-serving entities: rate and program information	4	-	AB 1362 (O'Donnell)
Wildfires: California Wildfire Warning Center: fire-weather monitoring	10		SB 209 (Dodd)
Women, minority, disabled veteran, and LGBT business enterprise procurement: electric service providers: energy storage system companies: community choice aggregators	2	1	SB 255 (Bradford)
Electrical service: provider of last resort	5	-	SB 520 (Hertzberg)
Total	21	1	9



Thank You!

- Team Effort -
 - OGA staff
 - OGA liaisons & division staff
 - Division Directors
 - Commissioners and Advisors
 - Legislative partners & stakeholders
 - Governor's Office
 - Agency partners





Regular Agenda – Legislative and Other Matters

Item #41 [17886]

2019 Legislative Outcomes





Management Reports







Regular Agenda – Management Reports and Resolutions

Item #43 [17853]

Management Report on Administrative Activities





Management Reports







Commissioners' Reports















The CPUC Thanks You For Attending Today's Meeting

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

November 13, 2019 at 10:00 a.m. in San Francisco, CA



