CPUC Public Agenda 3480 Thursday, March 4, 2021 10:00 a.m. Remotely



Commissioners: Marybel Batjer, President Martha Guzman Aceves Clifford Rechtschaffen Genevieve Shiroma Darcie L. Houck



California Public Utilities Commission

www.cpuc.ca.gov

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.



CPUC Core Values

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 call in to toll-free number: 1-800-857-1917
- Passcode: 9899501
- Para escuchar esta reunión en español, por favor llame: (800) 857-1917, código de acceso: 9652086; para proporcionar comentario marque *1.
- 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 bell will ring when time has expired.

Public Comment is not permitted on the following items:

- All items on the Closed Session Agenda
- 33



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, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, and 26.</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.
- No Item 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.
- Item 7 has been moved to the Regular Agenda.
- No Item has been withdrawn.
- The following items have been held to future Commission Meetings:

Held to 3/18/21: <u>2, 28.</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 Virtual Escutia Table.



Regular Agenda – Orders and Resolutions

Item #7 [19160] – Revisions to Resolution ALJ-381 Adopting Proposed Amendments to Rules of Practice and Procedure

Res ALJ-398

Judge Yacknin

PROPOSED OUTCOME:

• Adopts revision to Resolution ALJ-381 adopting proposed amendments to Rules of Practice and Procedure.

SAFETY CONSIDERATIONS:

• There are no safety considerations associated with this resolution.

ESTIMATED COST:

• There are no costs associated with this resolution.

Regular Agenda – Communication Orders

Item #27 [19217] – Order Instituting Rulemaking to Update the Surcharge Mechanism for Public Purpose Programs

Order Instituting Rulemaking to Update Surcharge Mechanisms to ensure Equity and Transparency of Fees, Taxes and Surcharges Assessed on Customers of Telecommunications Services in California.

Ratesetting

R.

PROPOSED OUTCOME:

• Existing telecommunications surcharge collection mechanisms will be consolidated and simplified.

SAFETY CONSIDERATIONS:

• No significant safety considerations are anticipated in this proposed OIR.

ESTIMATED COST:

• Certain telecommunications costs may increase while other costs may decrease.

Updating Surcharge Mechanism

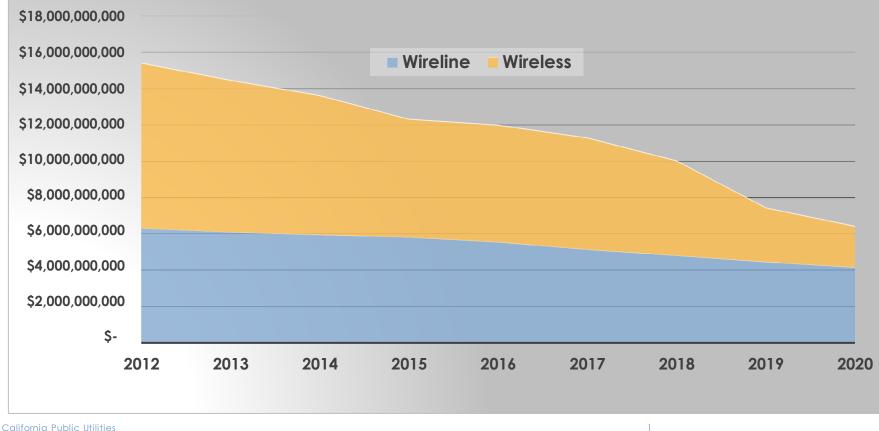
Communications Division

March 2021



California Public Utilities Commission

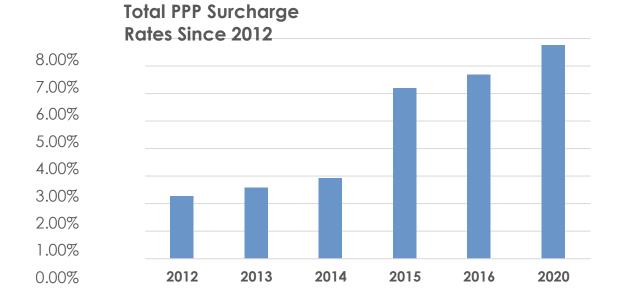
Annual Reported Intrastate Revenue Subject to PPP Surcharges



Commission

Recent PPP Surcharge History

| Effective | <u>ULTS</u> | <u>DDTP</u> | <u>CHCF-A</u> | <u>CHCF-B</u> | <u>CTF</u> | <u>CASF</u> | TOTAL |
|-----------|-------------|-------------|---------------|---------------|------------|-------------|--------|
| 12/1/2020 | 4.750% | 0.500% | 0.700% | 0.000% | 0.780% | 1.019% | 7.749% |



California Public Utilities Commission

PPP Surcharge Examples from Customer Bills

| Plan Information | | | | State Surcharge | | | |
|------------------|--------------------------------------|-------------------|------------|-----------------------------|----------------------------|---|----------------------------|
| Company | Service Type | Billing Period | Total Bill | State Surcharge Rate* | State Surcharge Paid | Provider Estimated intrastate Revenue* * | Percent that Intrast |
| AT&T | Plain Old Telephone Service | Dec-18 | \$55.51 | 6.94% | \$2.89 | \$41.64 | 75% |
| AT&T Mobile | Facilities-based Wireless Service | Dec-20 | \$117.64 | 7.75% | \$0.29 | \$3.74 | 3% |
| Comcast | Broadband | Dec-20 | \$60.00 | 7.75% | \$0.00 | \$0.00 | 0% |
| Frontier | Broadband and Voice Bundle | Jan-21 | \$82.04 | 7.75% | \$0.23 | \$2.97 | 4% |
| Google Fi | Resold Wireless Service | Dec-20 | \$46.35 | 7.75% | \$0.91 | \$11.74 | 25% |
| Sonic | Broadband and Voice Bundle | Dec-20 | \$74.15 | 7.75% | \$0.62 | \$8.00 | 119 |
| Verizon | Facilities-based Wireless Service | Dec-20 | \$81.11 | 7.75% | \$0.21 | \$2.71 | 3% |

[•] Surcharge rate in effect during month bill was issued.

** Providers determine the portion of their bills that is intrastate. For these bills, the amount of the bill that providers determined to be intro is identified by dividing the State Surcharge Revenue Paid by the Surcharge Rate in effect at the time the bill was issued.

20 states have moved to a per-connection USF surcharge

- Arizona
- Idaho
- Illinois
- Iowa
- Kentucky
- Maine
- Maryland
- Minnesota
- Mississippi
- Montana

California Public Utilities Commission

- Nebraska
- New Hampshire
- New Mexico
- North Carolina
- North Dakota
- Ohio
- Oregon
- Rhode Island
- South
 Dakota
- West
 - Virginia

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Regular Agenda – Communication Orders

Item #27 [19217] – Order Instituting Rulemaking to Update the Surcharge Mechanism for Public Purpose Programs

Order Instituting Rulemaking to Update Surcharge Mechanisms to ensure Equity and Transparency of Fees, Taxes and Surcharges Assessed on Customers of Telecommunications Services in California.

Ratesetting

R.

PROPOSED OUTCOME:

• Existing telecommunications surcharge collection mechanisms will be consolidated and simplified.

SAFETY CONSIDERATIONS:

• No significant safety considerations are anticipated in this proposed OIR.

ESTIMATED COST:

• Certain telecommunications costs may increase while other costs may decrease.

Regular Agenda – Orders Extending Statutory Deadline

Item #29 [19169] – Order Extending Statutory Deadline A.18-09-013

Application for Order Authorizing California-American Water Company to Purchase Bellflower Municipal Water System's Assets and for Related Approvals.

Ratesetting

Comr. Rechtschaffen - Judge Bemesderfer

PROPOSED OUTCOME:

• Extends Statutory Deadline for completion of this proceeding until March 15, 2022.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:

Item #30 [19181] – Order Extending Statutory Deadline R.19-03-009

Order Instituting Rulemaking to Implement Senate Bill 237 Related to Direct Access.

| Quasi- | Legis | lative |
|--------|-------|--------|
| | | |

Comr. Guzman Aceves - Judge McKinney

PROPOSED OUTCOME:

• Extends Statutory Deadline for completion of this proceeding until June 30, 2021.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:

Item #31 [19183] – Order Extending Statutory Deadline A.19-09-011

Application of PropSF, LLC to amend its Vessel Common Carrier Authorization to Add

Unscheduled Prearranged Service Between Points in San Francisco, Marin, the Peninsula, and the East Bay, Establish Rates and a ZORF for Unscheduled Service, and Request a ZORF of 20% for Both Scheduled and Unscheduled Services.

Ratesetting

Comr. Batjer - Judge Glegola

PROPOSED OUTCOME:

• Extends statutory deadline for completion of this proceeding until June 7, 2021.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:

Item #32 [19188] – Order Extending Statutory Deadline

A.18-07-013, A.18-12-008 - Related matters.

Application of Pacific Gas and Electric Company for Authorization to Establish the Diablo Canyon Decommissioning Planning Cost Memorandum Account.

Ratesetting

Comr. Batjer - Judge Haga

PROPOSED OUTCOME:

• Extends Statutory Deadline for completion of this proceeding until September 13, 2021.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:

Item #33 [19190] – Order Extending Statutory Deadline

Order Instituting Investigation on the Commission's Own Motion into the California's One Million New Internet Users Coalition's Misuse of California Advanced Services Fund Grant Funds; and Order to Show Cause Why the Commission Should Not Impose Penalties and/or Other Remedies for Violating Terms of Their Grant and for Refusing to Return Funds Previously Demanded by the Commission's Division.

| Adjudicatory | Comr. Rechtschaffen - Judge Zhang |
|--------------|-----------------------------------|
|--------------|-----------------------------------|

PROPOSED OUTCOME:

• Extends Statutory Deadline for completion of this proceeding until September 13, 2021.

SAFETY CONSIDERATIONS:

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

ESTIMATED COST:

Management Reports





California Public Utilities Commission

Commissioners' Reports







California Public Utilities Commission







The CPUC Thanks You For Participating in Today's Meeting

The next Public Meeting will be:

March 18, 2021 at 10:00 a.m. Remote



California Public Utilities Commission