

ATTACHMENT

Proposed Schedule/Sequencing of Issues for Energy Efficiency (EE) Rulemaking

	Phase 1 Shareholder Risk/ Return Incentive Mechanism	Phase 2 EM&V Protocols and Related Issues ¹	Phase 3 Refinements to Policy Rules and Reporting Requirements	Phase 4 Updates to EE Potential Studies and Savings Goals	Phase 5 2006-2008 Portfolio Implementation & Planning for 2009-2011 Cycle (incl. GBI)
May 1, 2006		ALJ Ruling on C&S, ET and EUL Protocols			
May 9, 2006	PHC1	PHC1	PHC1	PHC1	PHC1
May 19, 2006	Scoping ACR	Scoping ACR	Scoping ACR	Scoping ACR	Scoping ACR
May-Early June	Parties meet and confer informally on alternatives	Workshops on Detailed EM&V Plans for 2006-2008 Cycle		<i>Schedule to be developed in late 2006</i>	<i>Procedural forum for notices, rulings or other determinations, as needed for activities that occur over next 18 months</i>
June 16, 2006	Pre-workshop prelim. proposals for incentive mechanism (Resource programs, including C&S) ²				
June 27-28, 2006	Workshop to discuss preliminary proposals (led by ALJ)				
End of workshop	ALJ/Commissioner Determination on Need for Hearings				

or additional workshops
and remaining
schedule

July 10-Sept. 20, 2006 (approx 10 weeks)	ALJ sabbatical				
---	----------------	----------------	----------------	----------------	----------------

July 24, 2006

Water Savings Issues:
Opening Comments
on policy issue: Counting
embedded/upstream
energy savings from
water savings as
EE resource savings and
identifying associated
implementation issues.

August 11, 2006

Reply Comments
on water savings issues

September 15, 2006
(per 2-21-05 ALJ Ruling
in R.01-08-028)

Reporting Req:
Energy Division
Posts/Notices Draft
Annual Reporting
Requirements
For Comment

2 weeks after posting
5 workdays thereafter

Opening comments
Reply comments

EM&V=evaluation, measurement and verification; GBI=Green Building Initiative (Executive Order S-20-04)
C&S=codes and standards; ET=emerging technologies, EUL=expected useful lives
PHC=prehearing conference; ACR=assigned Commissioner's ruling

Note: The issues under Phase 1 and 2 are preliminarily categorized as ratesetting.
The remaining issues/phases are preliminarily categorized as quasi-legislative.

1 The schedule for EM&V-related issues is based on current Energy Division workplans, which

may be subject to change.

- 2 Proposals must include earnings and penalty estimates for 2006-2008 portfolios at different levels of performance. See Table 8 and referenced Exhibits in D.94-10-059 (57 CPUc 2d 1, at 54-58) that is also reproduced in Attachment 2, Appendix 1 to D.03-10-057, mimeo. issued in A.00-05-002 et al.

To be discussed at the PHC: Phase 1 may also be forum for addressing the manner in which free-ridership should be applied in calculating the costs and benefits of the risk/reward incentive mechanism "performance basis," an issue raised by Energy Division during the review of cost-effectiveness calculations for the compliance filings.