Public Utilities Commission of the State of California

Public Agenda 3136
Thursday, July 8, 2004 10:00 a.m.
San Francisco, California

Commissioners
Michael R. Peevey, President
Geoffrey F. Brown
Susan P. Kennedy
Loretta M. Lynch
Carl W. Wood

For each agenda item, a summary of the proposed action is included; the Commission's decision may, however, differ from that proposed.

Website: http://www.cpuc.ca.gov

Scheduled Commission Meetings
505 Van Ness Avenue, San Francisco

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<th>Ratesetting Deliberative Meeting*</th>
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<tr>
<td>Room 5305 (1:30 p.m.)</td>
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<td>Closed to the Public</td>
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<td>Monday, August 16, 2004 (San Francisco)</td>
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<td>Monday, August 30, 2004 (San Francisco)</td>
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*Ratesetting Deliberative Meeting dates are reserved as noted but will be held only if there are ratesetting matters to be considered and a Commissioner has requested that a Ratesetting Deliberative Meeting be held.

Matters of Public Interest
For the convenience of the public and media representatives, items of widespread public interest will be taken up at the beginning of the meeting.

For further information contact the Public Advisor
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This location is accessible to people with disabilities. If specialized accommodations for the disabled are needed, e.g. sign language interpreters, please call the Public Advisor at (415) 703-2074 or TTY# (415) 703-5282 or toll free # 1-866-836-7825 three business days in advance of the meeting.
PUBLIC COMMENT

The following items are not subject to public comment:

- All items on the closed session agenda.
- 69

Public Comment:

Consent Agenda

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 Commission meeting. Items may be removed from the Consent Agenda for discussion on the Regular Agenda at the request of any Commissioner prior to the meeting.

Consent Agenda - Orders and Resolutions

1  Res W-4470 - Del Oro Water Company (DOWC), Lime Saddle District.
   [3468]
   This resolution authorizes DOWC, Lime Saddle District a surcharge of $2.17 per month per customer for five years producing an annual increase in revenue of $11,889 for a total of $59,444 to recover legal expenses. (Advice Letter (AL) 126, filed December 24, 2003, and Supplemental AL 126-A, filed April 8, 2004)
   Agenda 3133, Item 15 5/6/2004 (Staff);
   Agenda 3134, Item 11 5/27/2004 (Staff);
   Agenda 3135, Item 4 6/9/2004 (Lynch)

2  Res ALJ 176-3136
   [3537]
   Ratification of preliminary determination of category for proceedings initiated by application. The preliminary determinations are pursuant to Article 2.5, Rules 4 and 6.1 of the Commission's Rules of Practice and Procedure.

3  A00-12-015 - California Association of Competitive Telecommunications Carriers.
   [3530]
   This decision approves in part the Competitive Local Exchange Carriers' request for advice letter treatment of Sections 851 through 854 matters. This proceeding is closed.
   (Comr Lynch - ALJ Galvin)
   Pub. Util. Code § 311 – This item was mailed for Public Comment.
   Pub. Util. Code §1701.1 -- This proceeding is categorized as Quasi-Legislative.
   Agenda 3135, Item 6 6/9/2004 (Kennedy)
   http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174597
4 R02-06-041 - Order Instituting Rulemaking to require California natural gas and electric utilities to preserve interstate pipeline capacity to California.
This decision denies the motion to accept a late-filed notice of intent (NOI) to claim compensation by The Utility Reform Network (TURN) and denies the concurrent request for an award of $45,656.66 in intervenor compensation in connection with D02-07-037 and D03-04-061 and D04-01-047. TURN did not file its NOI until after this proceeding was closed and more than 17 months after the due date for the NOI. This proceeding is closed.
(Comr Lynch - ALJ Brown)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Quasi-Legislative.
Agenda 3135, Item 9 6/9/2004 (Staff)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175500

Arrowhead, a privately owned water utility in Cedar Glen, California, serving approximately 500 customers, filed this application on April 25, 2003, seeking to sell and transfer ownership of the company to Rio Plaza Water Company, Inc. The Commission’s Water Division now moves for dismissal of the application on grounds that Arrowhead is in receivership, with disposition of its assets subject to the direction of the San Bernardino County Superior Court. The motion to dismiss, which is unopposed, is granted, without prejudice to refiling if circumstances so warrant. This proceeding is closed.
(Comr Peevey - ALJ Walker)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175195

6 C04-02-024 - Wayne Ricky Elson Rudder and Myrtle Rudder Johnson vs. MCI WorldCom Communications, Inc.
This decision dismisses the complaint for failure to show a violation of law or order upon which the Commission can grant relief. This proceeding is closed.
(Comr Lynch - ALJ Bushey)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Adjudicatory.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175437
Consent Agenda - Orders and Resolutions (continued)

7  I00-08-002 - Order Instituting Investigation into the functioning of the wholesale electric market and associated impact on retail rates.

This decision closes this proceeding.
(Comr Wood - ALJ Wetzell)

Pub. Util. Code § 311 – This item was mailed for Public Comment.

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175520


This resolution approves PG&E Amendment No. 7 of the Qualified Decommissioning Trust Agreement and Amendment No. 4 of the Non-qualified Decommissioning Trust Agreement. (Advice Letter 2503-E, filed April 30, 2004)

Agenda 3135, Item 12 6/9/2004 (Lynch)


CWSC - Bakersfield, Bear Gulch, Chico, Dixon, Dominguez-South Bay, East Los Angeles, Hermosa-Redondo, King City, Livermore, Los Altos, Marysville, Mid-Peninsula, Salinas, Selma, South San Francisco, Stockton, Palos Verdes, Westlake, Willows, Visalia Districts - Resolution recording status of reserve account recovery filings and results of earnings tests. (Advice Letter (AL) 1622 and AL 1624, filed March 25, 2004, and AL 1642, AL 1643, AL 1647, AL 1648, AL 1649, and AL 1650, filed April 1, 2004)

Agenda 3135, Item 17 6/9/2004 (Staff)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175348

10  C03-07-031 - Pacific Gas and Electric Company (PG&E) vs. Calpine Corporation, CPN Pipeline Company, Calpine Energy Services, L.P., Calpine Natural Gas Company, and Lodi Gas Storage, LLC.

This decision approves a settlement between PG&E, complainant, and defendants Lodi Gas Storage, LLC, Calpine Corporation, CPN Pipeline Company, Calpine Energy Services, L.P., and Calpine Natural Gas Company. The terms of the settlement provide that PG&E will dismiss the complaint in exchange for payments and other agreements by defendant. The Commission finds the settlement meets all of the Commission's requirements, and should be approved. This proceeding is closed.
(Comr Brown - ALJ Thomas)

Pub. Util. Code § 311 – This item was mailed for Public Comment.

Pub. Util. Code §1701.1 -- This proceeding is categorized as Adjudicatory.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175964
A00-05-034 - Pacific Gas and Electric Company (PG&E).
This decision dismisses PG&E's application to market value its Humboldt Bay Power Plant non-nuclear fossil units for the reason that the application is moot. This proceeding is closed.
(Comr Lynch - ALJ Patrick)
_Pub. Util. Code § 311 – This item was mailed for Public Comment._
_Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting._
_http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175905_

A04-01-014 - City of Sacramento.
This decision grants the application of the City of Sacramento to relocate the existing crossing at 12th and 16th Streets 200 feet to the east in the City and County of Sacramento. This proceeding is closed.
(Exam Clark)
_Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting._
_http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=172857_

A02-11-048 - Great Oaks Water Company (Great Oaks).
Pursuant to the limited rehearing of D03-12-039 granted by D04-03-043, this decision approves Great Oaks’ County Park Project, a maximum of $448,280.90 for Test Year 2003, subject to Great Oaks filing an advice letter deviation. This proceeding is closed.
(Comr Brown - ALJ Grau)
_Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting._
_http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173603_

A03-01-019 - Southern California Edison Company (SCE).
For authority to lower and adjust retail electric rates for all customer classes upon completion of full recovery of procurement related obligations account. Visalia Senior Housing dba Town Meadows (Petitioner) seeks modification of D03-07-029, SCE’s most recent rate allocation decision on the ground that although it received its California Alternate Rates for Energy Program (CARE) discount, its rates increased. No other customers receiving the CARE discount had a rate increase. Held: Petition denied without prejudice. Petitioner should present its issue in the current SCE rate allocation proceeding. This proceeding is closed.
(Comr Brown - ALJ Barnett)
_Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting._
_http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175433_
Consent Agenda - Orders and Resolutions (continued)

15  Res T-16842 - Pinnacles Telephone Company (Pinnacles).

Pinnacles has installed equipment that would allow its customers' Calling Party Number (CPNs) to be transmitted on calls between states. In order to ensure that Pinnacles' customers fully understand the privacy implication of CPN and Calling Party Number Identification Service, Pinnacles requests Commission authority to implement a Customer Notification and Education Plan. (Advice Letter 202, filed April 28, 2004)

*Pub. Util. Code § 311 – This item was mailed for Public Comment.*

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175967

16  A04-01-033 - Neutral Tandem-California, LLC (Applicant).

This decision grants Applicant a certificate of public convenience and necessity to provide limited facilities-based and resold local exchange and interexchange telecommunications services. This proceeding is closed.

(Comr Kennedy - ALJ O'Donnell)

*Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.*

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=171143

17  Res T-16833

This resolution adopts a surcharge rate of 0.16% from the current rate of zero % for the California Teleconnect Fund program. The new surcharge rate is effective August 1, 2004.

*Pub. Util. Code § 311 – This item was mailed for Public Comment.*

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175969

18  R01-10-024 - Order Instituting Rulemaking to establish policies and cost recovery mechanisms for generation procurement and renewable resource development.

This decision dismisses without prejudice the Petition to Modify Decision 04-01-050 filed by Western Power Trading Forum on May 14, 2004 and suspends the filing of responses to the petition.

(Comr Peevey - ALJ Walwyn)

*Pub. Util. Code § 311 – This item was mailed for Public Comment.*

*Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.*

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175946
Consent Agenda - Orders and Resolutions (continued)

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A04-01-012 - Network PTS, Inc. (Applicant).

This decision grants Applicant a certificate of public convenience and necessity to provide limited facilities-based and resold local exchange, and limited facilities-based interexchange telecommunications services. Applicant was previously authorized to resell interexchange services. This proceeding is closed.

(Comr Kennedy - ALJ O'Donnell)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=171747

20

R04-02-006 - Rulemaking for purposes of implementing certain statutory requirements set forth in AB 1735 for extending the deadline for completing ratesetting or quasi-legislative proceedings.

AB 1735 (Pub. Util. Code §§1701.5 and 1701.6) allows the 18-month period for completing ratesetting and quasi-legislative proceeding to be extended (1) in the Scoping Memo, or (2) during the proceeding, by Commission order. This decision amends Rules of Practice and Procedure 77.7 to exempt the extension order from public review and comment, which would further delay the proceeding. This proceeding is closed.

(Comr Brown - ALJ Thorson)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Quasi-Legislative.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173806

21

A04-01-008 - TC Telephone LLC (Applicant).

This decision grants Applicant a certificate of public convenience and necessity to provide limited facilities-based and resold local exchange and interexchange telecommunications services. This proceeding is closed.

(Comr Kennedy - ALJ O'Donnell)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=170494

22

A04-04-033 - Econodial, LLC (Applicant).

This decision grants Applicant a certificate of public convenience and necessity to provide resold and limited facilities-based local exchange telecommunications services within California. This proceeding is closed.

(Comr Kennedy - ALJ Galvin)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173533
A03-10-053 - Los Angeles County Metropolitan Transportation Authority (MTA).
This decision grants MTA authority to construct the proposed two-track grade-separated crossing above and across tracks beneath the First Street Bridge as part of the Eastside Corridor Light Rail Transit Line project in the City of Los Angeles, Los Angeles County. This proceeding is closed.
(Exam Clark)
*Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.*

This resolution authorizes HWC to implement Schedule No. 14.1, mandatory water conservation and rationing. (Advice Letter 74, filed May 24, 2004)

Res W-4479 - San Jose Water Company (SJWC).
This resolution authorizes SJWC an offset rate increase producing additional annual revenues of $4,558,134 or 3.62% for increase in the cost of purchased water and pump tax. (Advice Letter 348, filed May 7, 2004)

LAWC's request to secure a loan in the amount of $1,037,554, and to add a surcharge to water rates to repay the loan principal and interest. (Advice Letter 65, filed June 9, 2003)

A04-03-033 - California Water Service Company (Cal Water).
This decision authorizes Cal Water to issue $250 million of common shares, preferred shares or debt securities. Debt issues of $20 million or less are exempted from the Competitive Bidding Rule. This proceeding is closed.
(Exam Jackson)
*Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.*

A03-12-014 - Antelope Valley Bus, Inc. and CUSA CC, LLC dba Airport Bus of Bakerfield and Antelope Valley Bus.
This decision authorizes Antelope Valley Bus, Inc. to transfer its passenger stage corporation certificates to CUSA CC, LLC, dba Airport Bus of Bakerfield and Antelope Valley Bus. This proceeding is closed.
(Exam Clark)
*Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.*
A04-02-025 - California Wine Tours, Inc. (Applicant).
This decision authorizes Applicant to extend its passenger stage corporation service to include the transportation of passengers and their baggage between Napa, Vallejo, and Sonoma, on the one hand, and Oakland International Airport, on the other hand. This proceeding is closed.
(Exam Clark)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

A04-04-020 - Aloysius Dimude and Caroline I. Okeke, dba Travelers Shuttle Express (Applicant).
This decision authorizes Applicant to operate as a passenger stage corporation between points in San Francisco, Alameda, Contra Costa, and San Mateo Counties, on the one hand, and San Francisco, Oakland, and San Jose International Airports, on the other hand; and to establish a zone of rate freedom. This proceeding is closed.
(Exam Clark)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173507

I91-08-029 - Investigation on the Commission's own motion into the causes of recent derailments of Southern Pacific Transportation Company trains, compliance of Southern Pacific with applicable laws, rules and regulations, the existence of any local safety hazards, and recommendations for improvements in state and federal laws or regulations.
This decision closes docket upon finding that there are no further matters requiring it to remain open.
(Comr Kennedy - ALJ Weismehl)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174706

This resolution authorizes AMWC an offset rate increase of $46,971 of 14.15% in additional revenue due to contract work and purchased water costs. (Advice Letter 57-W, filed March 1, 2004)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173346

This resolution approves an Interconnection Agreement between CTC-Tuolumne and AT&T Wireless, in accordance with the provisions of General Order 96-A and Resolution ALJ-181. (Advice Letter 149, filed April 29, 2004)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175026
Consent Agenda - Orders and Resolutions (continued)

This resolution approves an Interconnection Agreement between CTC-Golden State and AT&T Wireless, in accordance with the provisions of General Order 96-A and Resolution ALJ-181. (Advice Letter 159, filed April 29, 2004)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175025

This resolution approves an Interconnection Agreement between CTC-California and AT&T Wireless, in accordance with the provisions of General Order 96-A and Resolution ALJ-181. (Advice Letter 841, filed April 29, 2004)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175018

This resolution approves an Interconnection Agreement between CTC-California and SureWest Wireless, in accordance with the provisions of General Order 96-A and Resolution ALJ-181. (Advice Letter 838, filed April 28, 2004)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175023

37  Res T-16854 - Verizon California, Inc. (Verizon).
This resolution limits liability of utility related to outages or the provision commercial power when the provision of commercial power is necessary to provide service to the customer. (Advice Letter (AL) 10845, filed April 26, 2004. Supplemented by AL 10845A, filed May 5, 2004)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175027

38  Res T-16850 - Verizon California, Inc. (Verizon).
This resolution approves an Interconnection Agreement between Verizon and Paxio, Inc., in accordance with the provisions of General Order 96-A and Resolution ALJ-181. (Advice Letter 10849, filed April 30, 2004)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175021

This resolution grants YBWC’s request to secure a loan in the amount of $50,000 and to encumber its assets in connection with the loan. (Advice Letter 28, filed May 6, 2004)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173599
Consent Agenda - Orders and Resolutions (continued)

40  Res W-4483 - Suburban Water Systems (SWS), San Jose Hills and Whittier La Mirada Districts.
This resolution authorizes SWS, San Jose Hills and Whittier La Mirada Districts surcharges in each district to recover under-collections in purchased water, pump tax, and purchased power balancing accounts producing additional annual revenues of $3,035,681 for those combined districts. (Advice Letter (AL) 232-W, filed March 17, 2003, supplemented by AL 232-W-A, filed June 16, 2003 and AL 232-W-B, filed June 1, 2004)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175047

This resolution authorizes a general rate increase producing additional annual revenues of $2,823 or 16.67% in 2003, a 1.9% increase in rates based on the 2003 Consumer Price Index, a one-time surcharge of $415 for Department of Health Services fees in each district, and the establishment of a late payment charge.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174881

42  A02-11-057 - Point Arena Water Works, Inc.
This decision approves the rate case stipulation and decides the one remaining issue. This proceeding is closed.
(Comr Wood - ALJ Bushey)
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175036

This resolution extends three biomass energy contracts for PG&E that were previously authorized by the Commission in Resolution E-3853. (Advice Letter 2506-E, filed March 10, 2004)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175811

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175933
45      A04-03-032 - Frazier Mountain Internet Service, Inc.
[3692]
This decision grants Frazier Mountain Internet Service, Inc. a certificate of public convenience and
necessity to provide resold and UNE-P facilities-based local exchange telecommunications services.
This proceeding is closed.
(Comr Kennedy - ALJ Prestidge)
*Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.*

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=172281

46      Res TL-19045
[3698]
This resolution authorizes designated employees of the Consumer Protection and Safety Division to
exercise the powers of arrest of a peace officer and the power to serve warrants pursuant to Penal
Code §830.11 and Public Utilities Code §308.5.
Regular Agenda

Regular Agenda - Energy Orders

A03-05-012 - Pacific Gas and Electric Company (PG&E).

PG&E seeks Commission approval pursuant to Pub. Util. Code §851 of certain licenses and leases of PG&E property already in effect (the “agreements” or “transactions”). In total PG&E seeks approval of 256 transactions. Most of these agreements were entered into several years ago. Each permits various uses of PG&E property by third parties. The transactions did not have prior approval of the Commission pursuant to Pub. Util. Code §851. PG&E states that it discovered many of these agreements in various branch office files while conducting an extensive search in the PG&E bankruptcy proceeding. Because the 256 transactions may implicate environmental review or may not meet the criteria for General Order (GO) 69-C transactions, PG&E states that it decided it would be prudent to seek formal approval of the transactions under Section 851. In addition, PG&E asserts that Commission environmental review under the California Environmental Quality Act (CEQA) is unnecessary because the majority of the transactions fit within CEQA exemptions, nine received adequate local CEQA review, and six pre-date CEQA and are thus not subject to its requirements. This decision grants Section 851 approval for 255 of the transactions on a prospective basis. The Commission notes one of the transactions fits within recent Commission decisions finding agreements allowing floating boat docks as appropriate under GO 69-C. Therefore, Commission's approval here is not required. The decision declines to impose a penalty for failure to obtain prior approval of the transactions. With respect to CEQA, the Commission notes that because all of the agreements are several years old, any activity which may have warranted Commission's environmental review has long since occurred. Accordingly, Commission's CEQA review at this time has little value for practical purposes. Nevertheless, the Commission will address the CEQA issues raised by PG&E and determine where possible, the applicability of the claimed exemptions. This proceeding is closed.

(Comr Kennedy - ALJ Walker)

Pub. Util. Code § 311 – This item was mailed for Public Comment.

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

Agenda 3124, Item 42 12/4/2003 (Kennedy);
Agenda 3127, Item 18 1/22/2004 (Wood);
Agenda 3128, Item 30 2/11/2004 (Wood);
Agenda 3130, Item 36 3/16/2004 (Lynch);
Agenda 3131, Item 24 4/1/2004 (Lynch);
Agenda 3133, Item 34 5/6/2004 (Kennedy);
Agenda 3135, Item 19 6/9/2004 (Peevey)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174493
47a  ALTERNATE TO ITEM 2910
This alternate differs from the Proposed Decision in the manner in which CEQA concerns are resolved and in its retroactive treatment of the leases. The Proposed Decision approved the leases on a going-forward basis, while declaring them to be void for periods prior to the approval. In response to comments, the ALJ reversed that position, proposing that the Commission grant a retroactive exemption for the leases, pursuant to Section 853. The alternate adheres to the ALJ's original position on this issue.
(Comr Wood)
Agenda 3130, Item 36a 3/16/2004 (Lynch);
Agenda 3131, Item 24a 4/1/2004 (Lynch);
Agenda 3133, Item 34a 5/6/2004 (Kennedy);
Agenda 3135, Item 19a 6/9/2004 (Peevey)

48  A02-05-004 - Southern California Edison Company (SCE).
102-06-002 - Related matters. SCE’s test year revenue requirement is established, a late payment charge and adjustments to other service charges are approved, a post-test year ratemaking mechanism is approved, 1997-98 capital additions are approved, and proposals for performance incentives are denied.
(Comr Wood - ALJ Wetzell)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
This matter may be considered during the Ratesetting Deliberative Meeting.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
Agenda 3130, Item 41 3/16/2004 (Wood);
Agenda 3131, Item 29 4/1/2004 (Kennedy);
Agenda 3132, Item 37 4/22/2004 (Kennedy);
Agenda 3133, Item 36 5/6/2004 (Peevey);
Agenda 3134, Item 34 5/27/2004 (Wood);
Agenda 3135, Item 20 6/9/2004 (Peevey)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174406
ALTERNATE TO ITEM 3268

This alternate differs from the Proposed Decision in 3 ways, none of which affect the revenue requirement:

1. It modifies Section 5.5 Service Guarantees to adopt ORA’s proposed 8-part service standard.
2. It modifies Section 6.2.7 Employee Compensation Issues to point out weaknesses in the current Total Compensation Study methodology, order SCE to develop a new study for the next GRC, and adopt Greenlining’s proposal to require SCE to annually report to the Commission on total compensation to its ten most highly-compensated employees.
3. It modifies Section 13.2 The Case for Performance Incentives. CCUE had proposed benchmarks and incentives. SCE and CCUE then reached a settlement adopting modified benchmarks and incentives. The PD rejects both, stating that incentives are inconsistent with Cost of Service ratemaking. The alternate adopts CCUE’s proposal.

There are changed Findings, Conclusions and Ordering Paragraphs to match these text changes. In all other respects, the drafts are the same.

(Comr Wood)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=166832
ALTERNATE TO ITEM 3268

102-06-002 - Related matters. This Alternate Decision of Commissioner Kennedy makes changes to the Proposed Decision of ALJ Wetzell and does not incorporate any modifications from Commissioner Wood's Alternate Decision. Additionally, the changes made to ALJ Wetzell's PD represent an increase in SCE's current rate base of $129 million. Specifically, this Alternate Decision would change the Proposed Decision by:

- Modifying Section 4.5 to increase Transmission and Distribution Operation and Maintenance Expenses by $1.9 million.
- Modifying Section 5.2.3.4 to fully fund the Economic and Business Development Program - $2.514 million.
- Modifying Section 5.4.2 to grant Edison's request to recover $10.8 million associated with Real Time Energy Metering;
- Modifying Section 6.5.2 to increase Information Technology Expenses by $9.969 million.
- Modifying Section 6.5.3 to increase Information Technology Capital Expenditures by $6 million.
- Modifying Section 8.5 to reduce TURN's proposal to treat customer deposits as an offset to rate base to the 1996 - 2001 five-year average of $80 million rather than the PD's use of a 2000 - 2001, 13 month average of $117 million.
- Modifying Section 9.2 to approve SCE's request for an increase in depreciation rates for certain accounts.

(Comr Kennedy)

Agenda 3133, Item 36b 5/6/2004 (Peevey);
Agenda 3134, Item 34b 5/27/2004 (Wood);
Agenda 3135, Item 20b 6/9/2004 (Peevey)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173459

A99-03-039 - Pacific Gas and Electric Company (PG&E).

This decision concludes the reasonableness review of PG&E's Safety and Reliability Enhancement Funds Balancing Account. It allows PG&E to recover a portion of the charges as provided by Pub. Util. Code §368(e). This proceeding is closed.

(Comr Kennedy - ALJ Long)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

Agenda 3132, Item 42 4/22/2004 (Kennedy);
Agenda 3133, Item 40 5/6/2004 (Kennedy)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175476
A02-11-017 - Pacific Gas and Electric Company (PG&E).

For authority, among other things, to increase revenue requirements for electric and gas service and to increase rates and charges to gas service effective on January 1, 2003. 103-01-012, A02-09-005 - Related matters. This interim decision addresses Storm and Reliability issues raised in PG&E's Test Year 2003 General Rate Case.

(Comr Peevey - ALJ Halligan)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
Agenda 3133, Item 42 5/6/2004 (Wood);
Agenda 3134, Item 37 5/27/2004 (Wood)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=172649

ALTERNATE TO ITEM 3431

This alternate differs from the proposed decision in only one respect. It approves, with modifications, the Joint Proposal by PG&E/CUE for a reliability performance incentive mechanism.

(Comr Wood)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175097

A00-06-010 - Pacific Gas and Electric Company.

This decision grants Section 851 approval on a prospective basis for 78 agreements and denies Section 851 approval for 27 agreements that have terminated or relate to property that has been sold. This proceeding is closed.

(Comr Wood - ALJ Kenney)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
Agenda 3133, Item 45 5/6/2004 (Kennedy);
Agenda 3135, Item 23 6/9/2004 (Kennedy)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175474
R02-10-001 - Order Instituting Rulemaking on the establishment of a public purpose program surcharge pursuant to Assembly Bill (AB) 1002.

This decision implements Assembly Bill 1002, establishing a natural gas surcharge to fund public purpose programs. The decision finds that the surcharge is a tax, and not a fee, and addresses matters including customer exemptions, formulas for calculating surcharge rates, accrual of interest on surcharge revenues, and accounting matters. The decision approves, subject to modifications, Pacific Gas and Electric Company’s Advice Letter 2440-G, identifying surcharge balancing accounts. This decision also initiates a public interest research and development (R&D) program for gas that appoints the California Energy Commission as administrator, establishes criteria for R&D projects, and sets R&D funding at an initial amount of $12 million for 2004, with the potential for R&D budget increases in later years. This proceeding is closed.

(Comr Lynch - ALJ DeBerry)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Quasi-Legislative.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175899

A04-01-040 - Southern California Gas Company (SoCalGas).

This decision grants SoCalGas' unopposed application for authorization pursuant to Pub. Util. Section 851 to convey an easement to Southern California Edison Company on property located in Santa Clarita, California, which is the site for the SoCalGas Honor Rancho underground gas storage field. This proceeding is closed.

(Comr Kennedy - ALJ Prestidge)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175522

R02-01-011 - Order Instituting Rulemaking regarding the implementation of the suspension of direct access pursuant to Assembly Bill IX and Decision 01-09-060.

This decision denies Petition to Modify D03-04-057 filed by SBC Services, University of California, and California Large Energy Consumers Association. This decision also denies Petition to Modify D02-03-055 filed by Southern California Edison. This decision adopts Direct Access Load Growth Principles based on workshop held March 11, 2004.

(Comr Brown, Comr Wood - ALJ Pulsifer)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175896
Regular Agenda - Energy Orders (continued)

55  A02-07-022 - San Diego Gas & Electric Company.
[3644] This decision certifies the Final Environmental Impact Report as the Environmental Impact Report (EIR) for the transmission line facilities that are the subjects of this application. The decision certifies the EIR for use by responsible agencies in considering subsequent approvals for the project, or for portions thereof. This proceeding is closed.
(Comr Lynch - ALJ Malcolm)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175335

55a ALTERNATE TO ITEM 3644
[3701] This alternate adopts the Miguel Mission transmission project proposed by SDG&E. It accepts the current Commission policy regarding Electric Magnetic Fields.
(Comr Kennedy)

56  A02-09-043 - Pacific Gas and Electric Company (PG&E).
[3645] This decision grants a CPCN for PG&E’s 230 kV Jefferson-Martin transmission project. The authorized route is a hybrid combination of the underground Route Option 1B, a portion of PG&E’s proposed above ground segment, and PG&E’s proposed underground segment with Route Option 4B, subject to alteration of the northern segment based on additional environmental review. This proceeding is closed.
(Comr Lynch - ALJ TerKeurst)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174283

56a ALTERNATE TO ITEM 3645
[3667] This alternate differs from the proposed decision in that it limits consideration of alternate transmission routes to routes that already have been reviewed in the Final Environmental Impact Report. In addition, the alternate decision accepts the current Commission policy regarding Electric Magnetic Fields.
(Comr Peevey)
A03-03-043 - Southern California Edison Company (SCE).

SCE requests a Permit to Construct a new substation in the City of Lake Forest and certain new transmission facilities through the City of Mission Viejo. SCE refers to the proposed new facilities as the Viejo System Project. This order grants the permit as the project described in the Final Mitigated Negative Declaration (FMND) and certifies the FMND. This proceeding is closed.

(Comr Kennedy - ALJ Malcolm)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175907

R04-04-003 - Order Instituting Rulemaking to promote policy and program coordination and integration in electric utility resource planning.

This decision addresses transmission congestion and reliability issues specified in the Assigned Commissioner's Ruling filed June 10, 2004.

(Comr Peevey)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175943

R04-04-026 - Order Instituting Rulemaking to Implement the California Renewables Portfolio Standard Program.

This decision adopts least-cost, best-fit evaluation criteria for use in the 2004 RPS solicitation and directs the utilities to issue revised requests for offers for eligible renewable resources consistent with this decision and their approved renewable procurement plans.

(Comr Peevey - ALJ Halligan)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175438

R _________ - Order Instituting Rulemaking to update the Commission's policies and procedures related to electromagnetic fields emanating from regulated utility facilities.

The Commission's current policies and procedures in this area predate research findings recently submitted to the Commission by the California Department of Health Services as well as a decision of the California Supreme Court concerning the extent of the Commission’s jurisdiction related to electromagnetic field issues. This proceeding will reconsider the Commission’s policies and procedures in light of these events and in light of the utilities’ experiences in implementing existing policy.
R04-01-025 - Order Instituting Rulemaking to establish policies and rules to ensure reliable, long-term supplies of natural gas to California.

This decision addresses the Ratepayers for Affordable Clean Energy's appeal of categorization of Phase I of R04-01-025 as a quasi-legislative proceeding. This matter is added to the agenda pursuant to Govt. Code §11125.3(a)(2) and Public Utilities Code §306(b).

(Comr Kennedy, Comr Peevey - ALJ Wong)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Quasi-Legislative.

07/07/2004 - This revision was not shown on the Agenda mailed to the public.
06/30/2004 - This item was not listed on the agenda distributed to the public.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175803
Regular Agenda - Energy Resolutions and Written Reports

61  Res E-3866
[3544] Certification to the Securities and Exchange Commission (SEC) whether the California Public Utilities Commission has the resources and authority to safeguard the interests of California customers of PacifiCorp, an indirect utility subsidiary of ScottishPower plc, a holding company registered with the SEC under the Public Utility Holding Company Act of 1935, as amended (PUHCA or the Act), 15 U.S.C. §§ 79a, et seq.
Pub. Util. Code § 311 – This item was mailed for Public Comment.
Agenda 3135, Item 28 6/9/2004 (Lynch)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174068

61a ALTERNATE TO ITEM 3544
[3588] The Commission certifies to the Securities and Exchange Commission (SEC) that the California Public Utilities Commission has the resources and authority to safeguard the interests of California customers of PacifiCorp, an indirect utility subsidiary of ScottishPower plc, a holding company registered with the SEC under the Public Utility Holding Company Act of 1935, as amended (PUHCA or the Act), 15 U.S.C. §§ 79a, et seq. pursuant to the conditions imposed.
Agenda 3135, Item 28a 6/9/2004 (Lynch)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175425

62  Res E-3831 - Pacific Gas and Electric Company (PG&E), Southern California Edison Company (SCE), and San Diego Gas & Electric Company (SDG&E).
[3617] PG&E, SCE, and SDG&E filed tariffs in compliance with Ordering Paragraph 17 of D03-04-030 to implement the Departing Load Customer Generation Cost Responsibility Surcharge effective on filing subject to post-filing review by the Energy Division. These Advice Letters are approved with modifications. (PG&E Advice Letter (AL) 2375-E, filed April 17, 2003, Supplemental AL 2375-E-A, filed May 5, 2003; SCE AL 1700-E, filed April 17, 2003; and SDG&E AL 1488-E, filed April 17, 2003)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175822

[3633] SDG&E requests approval of its Low Income Energy Efficiency funding for assistance with Cool Zone Centers. Request granted as modified. (Advice Letter 1584-E, filed April 9, 2004)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=176007
SDG&E submits an Advice Letter to increase electric transmission rates effective October 1, 2003, pursuant to the Federal Energy Regulatory Commission's May 2, 2003 order in Docket ER03-601-000. SDG&E's request is approved with modifications and requires bill credits. (Advice Letter 1526-E, filed September 26, 2003)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175762

Res E-3875 - Pacific Gas & Electric Company (PG&E), Southern California Edison Company (SCE) and San Diego Gas & Electric Company (SDG&E).
PG&E, SCE, and SDG&E request approval of Agency Agreements with the California Department of Water Resources for the implementation of the California Consumer Power and Conservation Financing Authority Demand Reserves Partnership Program. (PG&E Advice Letter (AL) 2505-E, SCE AL 1720-E-A, and SDG&E AL 1512-E-A, filed May 10, 2004)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175959

Res E-3881 - Southern California Edison Company (SCE).
SCE request approval of Modifications to the Demand Response Goals and Programs for Large Customers as authorized by Administrative Law Judge Ruling issued on June 2, 2004. (Advice Letter 1805-E, filed June 14, 2004)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=176003

Res E-3879 - Southern California Edison Company (SCE).
This resolution addresses SCE's request to re-open schedule 20/20 for commercial and industrial customers on time-of-use rate schedules, expand the AB970 Smart Thermostat Program and increase enrollment in the Residential Air Conditioning Cycling Program to mitigate peak demand during the Summer of 2004. (Advice Letter 1804-E, filed June 8, 2004)
Regular Agenda - Telecommunication Orders

68  [2636]  R01-09-001 - Order Instituting Rulemaking on the Commission’s own motion to assess and revise the new regulatory framework for Pacific Bell (Pacific) and Verizon California Incorporated.

I01-09-002 - Related matters. This proposed decision addresses Phase 2B audit issues. The proposed decision sustains most of the findings of an audit of Pacific’s intrastate financial results for the period 1997-1999 that were considered during Phase 2B. Despite the audit adjustments, this decision, read in combination with the findings reached by the Commission in Phase 2A of this proceeding, does not increase Pacific’s earnings to a level requiring it to make refunds to its ratepayers.

(Comr Kennedy - ALJ Thomas)

Pub. Util. Code § 311 – This item was mailed for Public Comment.

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

Agenda 3123, Item 40 11/13/2003 (Staff);
Agenda 3125, Item 70 12/18/2003 (Staff);
Agenda 3126, Item 57 1/8/2004 (Kennedy);
Agenda 3129, Item 31 2/26/2004 (Wood);
Agenda 3131, Item 39 4/1/2004 (Staff);
Agenda 3134, Item 45 5/27/2004 (Staff);
Agenda 3135, Item 30 6/9/2004 (Kennedy)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174066

68a  [2637]  ALTERNATE TO ITEM 2636

I01-09-002 - Related matters. This alternate proposed decision resolves Phase 2B audit issues. The alternate proposed decision sustains the analysis in the audit conducted by Overland on 51 of 68 issues, and reverses its findings on 17. The alternate proposed decision accepts Pacific’s claim of lawyer-client confidentiality concerning certain information, but prohibits the booking of contingent liability accruals that rely on this information. The alternate resolves ambiguities in the Commission’s process for resolving discovery disputes. Consistent with D01-06-077, the alternate orders Pacific to pay interest on the amounts due to customers at the 90-day commercial paper rate.

(Comr Kennedy)

Agenda 3123, Item 40a 11/13/2003 (Staff);
Agenda 3125, Item 70a 12/18/2003 (Staff);
Agenda 3126, Item 57a 1/8/2004 (Kennedy);
Agenda 3129, Item 31a 2/26/2004 (Wood);
Agenda 3131, Item 39a 4/1/2004 (Staff);
Agenda 3134, Item 45a 5/27/2004 (Staff);
Agenda 3135, Item 30a 6/9/2004 (Kennedy)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=155051
I02-06-003 - Investigation on the Commission’s own motion into the operations, practices, and conduct of Pacific Bell Wireless LLC dba Cingular Wireless and related entities (collectively Cingular) to determine whether Cingular has violated the laws, rules and regulations of this State in its sale of cellular telephone equipment and service and its collection of an early termination fee and other penalties from customers.

This modified decision finds that Cingular’s corporate practice and policy from January 2000 to April 31, 2002 violated (1) Pub.Util.Code §451 and D95-04-028 because it allowed no trial of its wireless service and prohibited early termination of wireless service contracts unless the customer paid an early termination fee of $150 or more, even though testing wireless service by using the phone is the best way for a customer to ascertain whether the service meets his or her needs, and (2) violated §§451, 702 and 2896 and D95-04-028 because it failed to disclose known network problems during 2001 and, in spite of these problems, continued to prohibit refunds/returns and require early termination fees for early cancellation of wireless service contracts. Decision orders a penalty of $12,140,000 and requires reparations to customers. This modified decision addresses the issues raised by the Commission’s Consumer Protection and Safety Division, Utility Consumers Action Network, and Cingular in their appeals to the Presiding Officer’s Decision filed October 9, 2003. This proceeding is closed.

(Comr Wood - ALJ Vieth)

Pub. Util. Code § 1701.2(c), allows this modified Presiding Officer’s Decision to be considered in Closed Session.

Pub. Util. Code §1701.1 -- This proceeding is categorized as Adjudicatory.

Agenda 3128, Item 48 2/11/2004 (Kennedy);
Agenda 3131, Item 45 4/1/2004 (Kennedy);
Agenda 3133, Item 50 5/6/2004 (Staff);
Agenda 3134, Item 47 5/27/2004 (Peevey)
A01-02-024 - AT&T Communications of California, Inc. and WorldCom, Inc.

A01-02-035, A02-02-031, A02-02-032, A02-02-034, A02-03-002 - Related matters. This decision adopts revised monthly recurring unbundled network element (UNE) rates for several UNEs that Pacific Bell Telephone Company dba SBC-California sells to competitive local exchange carriers. The UNEs for which revised monthly recurring rates are adopted are loops (including 2-wire, DS-1 and DS-3), switching, dedicated transport, signaling system 7 (SS7) links, and the DS-3 entrance facility without equipment. The rates in today’s order replace interim rates for loops and switching that were set in D02-05-042 and replace rates for other UNEs originally adopted in D99-11-050. This order adopts a statewide average 2-wire loop rate of $12.92 and a flat rate for switching usage of $2.64 per port. These rates result in a UNE-Platform rate of $16.90 per month. The Commission sets these rates based on the average of the results of the models proposed by SBC-CA and the HAI Model, Version 5.3, proposed by AT&T Communications of California and WorldCom, Inc. An average of the two competing models is used based on the finding that both models are flawed. These proceedings are closed.

(Comr Wood - ALJ Duda)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
This matter may be considered during the Ratesetting Deliberative Meeting.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
Agenda 3135, Item 33 6/9/2004 (Peevey)

ALTERNATE TO ITEM 3523

A01-02-035, A02-02-031, A02-02-032, A02-02-034, A02-03-002 - Related matters. This alternate decision adopts revised monthly recurring unbundled network element (UNE) rates for several UNEs that Pacific Bell Telephone Company dba SBC-California sells to competitive local exchange carriers. The alternate adopts a statewide average 2-wire loop rate of $13.26 and a flat rate for switching usage of $2.77 per port. These rates result in a UNE-Platform rate of $17.38 per month. The rates are based on the average of the results of the models proposed by SBC-CA and the HAI Model, Version 5.3, proposed by AT&T Communications of California and WorldCom Inc. An average of the two competing models is used based on the finding that both models are flawed. This alternate incorporates inflation factors into the SBC-CA model and it assumes the use of 60% Integrated Digital Loop Carrier equipment as a modeling input.

(Comr Wood)
Agenda 3135, Item 33a 6/9/2004 (Peevey)
71 (Rev.)  R03-08-019 - Order Instituting Rulemaking on the Commission’s own motion to amend
General Order 77-K.
This decision adopts General Order (GO) 77-L. GO 77-L supersedes GO 77-K with revised rules
for filing utility employee compensation data. The joint petition of Pacific Gas and Electric Company
and the Greenlining Institute/Latino Issues Forum to modify the rulemaking is granted to the extent of
expanding the scope of the rulemaking, as described in the order.
(Comr Wood - ALJ Koss)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Quasi-Legislative.
06/29/2004 - This revision was not shown on the Agenda mailed to the public.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174149
Regular Agenda - Water/Sewer Orders

72  A02-07-021 - Southern California Water Company (SCWC).
In Interim Decision 03-05-001 on May 8, 2003, the Commission approved a settlement between the City of Santa Monica (City) and SCWC that conveyed SCWC water rights to the City and relieved SCWC from its participation in a number of pending lawsuits related to the Charnock Groundwater Basin. The issue of ratemaking treatment of the settlement proceeds and the issue of contamination payments made to SCWC by oil companies were deferred to this phase of the proceeding. This decision resolves those issues. The application is closed.
(Comr Kennedy - ALJ Walker)
Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
Agenda 3127, Item 42 1/22/2004 (Lynch);
Agenda 3129, Item 37 2/26/2004 (Lynch);
Agenda 3131, Item 50 4/1/2004 (Wood);
Agenda 3132, Item 54 4/22/2004 (Staff);
Agenda 3133, Item 57 5/6/2004 (Wood);
Agenda 3134, Item 52 5/27/2004 (Brown);
Agenda 3135, Item 36 6/9/2004 (Brown)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174301

72a  ALTERNATE TO ITEM 3099
This Alternate Decision directs the Southern California Water Company to refund to ratepayers the net proceeds received from the City for SCWC’s Charnock Basin cause of action, to remove relevant Charnock Basin assets from rate base in its current general rate case for the region, Application (A.) 03-10-006, to transfer net proceeds received from Potentially Responsible Parties (PRPs) with respect to the Charnock Basin contamination from Account 704 (purchased water) to Account 704.02 (purchased water balancing account) for later refund to ratepayers of the excess shown in Account 704.02, and to book future net proceeds to be received from PRPs with respect to the Charnock Basin contamination to Account 704.02 for later refund to ratepayers of the excess shown in Account 704.02.
(Comr Lynch)
Agenda 3132, Item 54a 4/22/2004 (Staff);
Agenda 3133, Item 57a 5/6/2004 (Wood);
Agenda 3134, Item 52a 5/27/2004 (Brown);
Agenda 3135, Item 36a 6/9/2004 (Brown)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173801

This decision grants authority to F. Patrick Flynn and Joyce H. Flynn to sell their outstanding shares of common stock of Mesa Crest Water Company (Mesa Crest), and to transfer the Mesa Crest water system to MCWC, Inc., a wholly owned subsidiary of California-Michigan Land and Water Company (Cal-Mich). Mesa Crest serves 710 connections in an area near the City of La Canada Flintridge in Los Angeles County. Cal-Mich operates the East Pasadena Water Company, which serves 2,802 connections in an area contiguous to Pasadena and San Marino in Los Angeles County. This application is closed.

(Comr Wood - ALJ Walker)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175167

A01-09-071 - California Water Service Company (Cal Water).

This decision grants Cal Water a rate increase in the Salinas District and imposes penalties for three unauthorized service area acquisitions. This proceeding is closed.

(Comr Kennedy - ALJ Bushey)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174771

A02-11-044 - San Gabriel Valley Water Company (San Gabriel).

The Commission authorizes San Gabriel a general rate increase. The Commission also removes $2.6 million from ratebase related to the F-10 Treatment Plant for which San Gabriel received reimbursement from the County of San Bernardino. This proceeding is closed.

(Comr Peevey - ALJ Patrick)

Pub. Util. Code § 311 – This item was mailed for Public Comment.
Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175958

ALTERNATE TO ITEM 3689

This alternate decision differs from the ALJ Proposed Decision in two ways: 1) It adopts a cap using a 3 year average of the company’s recorded plan additions for the period 2001-2003 and 2) The condemnation proceeds from the County of San Bernardino will be subject to an audit by Water Division staff and will be addressed in San Gabriel Fontana District's next GRC.

(Comr Brown)
ALTERNATE TO ITEM 3689

This alternate decision grants an effective date of January 1, 2004 for rates that ultimately will be adopted in this proceeding for the San Gabriel Valley Water Company (Fontana Division).

(Comr Kennedy)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175201

A04-06-020 - California-American Water Company (CalAm).

This decision addresses CalAm's application to increase certain water rates in its Monterey Division to promote water conservation and avoid State Water Resources Control Board order violations. This proceeding is closed.

(Comr Peevey - ALJ McVicar)

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting.

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175929
Res TL-19040

This resolution revises maximum rate tariff 4 (Max 4) to implement provisions of Assembly Bill 845.

Pub. Util. Code § 311 – This item was mailed for Public Comment.

Agenda 3132, Item 60 4/22/2004 (Staff);
Agenda 3133, Item 60 5/6/2004 (Kennedy);
Agenda 3134, Item 57 5/27/2004 (Kennedy)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=168837
Res ALJ 184

This resolution adopts an annual process for setting and updating hourly rates for use by intervenors in seeking compensation for substantially contributing to a Commission decision, as provided in the statutory intervenor funding program. The hourly rates that the Commission establishes through this process will govern intervenors and their representatives who have recently participated in Commission proceedings, and will provide guidance to other intervenors and representatives.

*Pub. Util. Code § 311 – This item was mailed for Public Comment.*

Agenda 3132, Item 61 4/22/2004 (Staff);
Agenda 3133, Item 61 5/6/2004 (Wood);
Agenda 3134, Item 58 5/27/2004 (Wood);
Agenda 3135, Item 42 6/9/2004 (Peevey)

http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175482
Regular Agenda - Legislative Matters

79  [3705]  AB 426 (Cox, et al.)
Local publicly owned electric utilities: cost responsibility surcharge.

80  [3707]  AB 1329 (Levine)
Public Utilities Commission: gasoline and diesel.

81  [3704]  AB 1647 (Horton)
Public water systems: mutual water companies: grant funds.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175983

82  [3708]  AB 1733 (Reyes, et al.)
Telecommunications: selling or licensing lists of subscribers.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175904

83  [3706]  AB 1908 (Canciamilla)
Water corporations.

84  [3503]  AB 2593 (Calderon)
Self-generation incentive program.
Agenda 3133, Item 79 5/6/2004 (Staff);
Agenda 3134, Item 69 5/27/2004 (Staff);
Agenda 3135, Item 51 6/9/2004

85  [3709]  SB 199 (Murray)
Wireless telephones: directories.
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=175906

86  [3612]  SB 909 (Machado)
Public water systems: mutual water companies: grant funds.
Agenda 3135, Item 57 6/9/2004 (Staff)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=174204
Regular Agenda - Legislative Matters (continued)

87  SB 1624 (Bowen)
Agenda 3133, Item 82 5/6/2004 (Staff);
Agenda 3134, Item 76 5/27/2004 (Staff);
Agenda 3135, Item 60 6/9/2004 (Staff)
http://www.cpuc.ca.gov/Cyberdocs/AgendaDoc.asp?DOC_ID=173445

88  H.R. 4413 (Terry)

89  Proposed Federal Legislation:
Agenda 3134, Item 78 5/27/2004 (Staff);
Agenda 3135, Item 62 6/9/2004 (Staff)
Regular Agenda - Commissioner's Reports

90  President Peevey Report
[3659] Discussion of and action on the Electric Retail Market Reform Policy Statement, proposed by a subcommittee of the Energy Resources Conservation and Development Commission, the Consumer Power and Conservation Financing Authority, and the PUC. The Policy Statement articulates the basic framework of a core/noncore retail electric market structure that the three agencies can support before the Legislative and Executive Branches.

91  President Peevey Report

92  Commissioner Wood Report
[3696] Request for Attorney General's opinion concerning the applicability of the California Environmental Quality Act to certain decisions pursuant to Public Utilities Code Section 851.
Regular Agenda - Management Reports and Resolutions
Closed Session - Non-Federal

93  Conference with Legal Counsel - Applications for Rehearing
Compilation of applications for rehearing recently filed with the Commission.
Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.

94  R01-09-001 - Conference with Legal Counsel - Application for Rehearing
Disposition of Application for Rehearing of D03-10-088, filed by ORA and TURN. On October 30, 2003, the Commission issued an interim opinion regarding NRF Phase 2B Service Quality issues in regard to Pacific and Verizon. In this decision, the Commission found that neither Pacific’s service quality nor Verizon’s service quality had deteriorated under NRF.
Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.
Agenda 3133, Item 85 5/6/2004 (Kennedy);
Agenda 3134, Item 81 5/27/2004 (Kennedy)

95  R01-10-024 - Conference with Legal Counsel - Applications for Rehearing
Disposition of Applications for Rehearing of D04-01-050 filed by Cogeneration Association of California/Energy Producers and Users Coalition, Southern California Edison Company (SCE), San Diego Gas & Electric Company, Alliance for Retail Energy Markets, Constellation NewEnergy, Inc., and California Wind Energy Association, and Application for Rehearing of D03-12-062 filed by SCE. In D04-01-050 and D03-12-062, the Commission adopted a long-term regulatory framework under which California’s electric utilities will plan for and procure the energy resources and demand-side investments necessary to ensure their customers receive reliable service at low and stable prices.
Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.
Agenda 3134, Item 82 5/27/2004 (Staff);
Agenda 3135, Item 64 6/9/2004 (Peevey)
Closed Session - Non-Federal (continued)

96  A99-04-024 - Conference with Legal Counsel - Application for Rehearing
Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.
Agenda 3134, Item 83 5/27/2004 (Staff)

97  C98-04-004 - Conference with Legal Counsel - Application for Rehearing
[3601] C98-06-003; C98-06-027; C98-06-049; I90-02-047 - Related matters. Disposition of Applications for Rehearing of D03-11-021 filed by The Latino Issues Forum (LIF), The Utility Reform Network, and SBC California. On November 13, 2003, the Commission issued D03-11-021, awarding intervenor compensation to The Greenlining Institute and LIF for its contribution to D01-09-058.
Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.

98  A02-12-027 - Conference with Legal Counsel - Application for Rehearing
[3606] A02-12-028, I03-03-016 - Related matters. Disposition of the application for rehearing of D03-12-058 filed by Southern California Edison Company (SCE). D03-12-058 found Local 483 Utility Workers Union of America eligible for intervenor compensation under Chapter 9, Article 5, Section 1801, et seq., of the Public Utilities Code.
Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.
Agenda 3135, Item 66 6/9/2004 (Staff)

99  A03-07-032 - Conference with Legal Counsel - Application for Rehearing
[3670] Order disposing of application for rehearing of D04-03-037 filed by the Navajo Nation. In D04-03-037, the Commission approved changes to a previously approved Power Purchase Agreement between Southern California Edison Co. and Mountainview Power Co., LLC. FERC had conditioned its approval of the PPA upon the changes that were approved in D04-03-037.
Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.

100 A98-12-005 - Conference with Legal Counsel - Application for Rehearing
[3680] Disposes of the applications for rehearing of D03-03-031 filed by Verizon California, Inc. and Southern California Edison. D03-03-031 modified D01-09-045, which resolved intervenor compensation requests by The Utility Reform Network, the Greenlining Institute and Latino Issues Forum, and Public Advocates, Inc. for substantial contributions to D03-03-031.
Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.
Closed Session - Non-Federal (continued)

101  

I04-04-024 - Conference with Legal Counsel - Application for Rehearing

Disposition of Application of Sound Energy Solutions for Rehearing of I04-04-024 and/or disposition of Request for Stay of I04-04-024. The Order institutes an investigation into the proposal of SES filed with the Federal Energy Regulatory Commission to construct a liquefied natural gas terminal in Long Beach, California.

*Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.*

102  

R01-08-028 - Conference with Legal Counsel - Application for Rehearing

Disposition of Applications for Rehearing of Decision D03-12-060 filed by Women’s Energy Matters (WEM), Residential Energy Service Companies’ United Effort (RESCUE), and joint application of Consortium for Energy Efficiency, Inc. et al. R01-08-028 examines the Commission’s future energy efficiency policies, administration and programs. D03-12-060 is an interim opinion adopting funding for the 2004-2005 energy efficiency programs and studies. D03-12-060 was modified in part by D04-02-059.

*Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.*

*Gov. Code § 11126.3(d), allows this item to be considered in Closed Session.*

103  

R03-09-006 - Conference with Legal Counsel - Application for Rehearing

Disposition of Application of AT&T Wireless Services of California, LLC, Pacific Bell Wireless, LLC dba Cingular Wireless, Nextel of California, Inc., Sprint Spectrum S.P. dba Sprint, Omnipoint Communications, Inc. dba T-Mobile, and Verizon Wireless apply for rehearing of D04-04-038. D04-04-038 resolves petitions to excuse utilities from the list of Respondents to a Rulemaking to consider rules governing utility construction contract process.

*Gov. Code § 11126(e)(2)(B)(i), allows this item to be considered in Closed Session.*

104  

C88-03-016 - Conference with Legal Counsel - Existing Litigation


*Gov. Code § 11126(e)(2)(A), allows this item to be considered in Closed Session.*
Closed Session - Initiation of Litigation - Non-Federal

Consideration of possible Commission initiation of, or intervention in, litigation.
Gov. Code § 11126(e)(2)(C)(i), allows this item to be considered in Closed Session.

105  Conference with Legal Counsel - Initiation of Enforcement Proceeding
[3634] Deliberation on institution of proceeding on disciplinary actions against person or entities subject to Commission’s jurisdiction. (Disclosure of case name would fail to protect the private economic or business reputation of the person or entity if the proceeding or disciplinary action is not commenced.)
Gov. Code § 11126(e)(2)(C)(i), allows this item to be considered in Closed Session.
Gov. Code § 11126(d)(2), allows this item to be considered in Closed Session.

106  Conference with Legal Counsel - Initiation of Enforcement Proceeding
[3656] Deliberation on institution of proceeding on disciplinary actions against person or entities subject to Commission’s jurisdiction. (Disclosure of case name would fail to protect the private economic or business reputation of the person or entity if the proceeding or disciplinary action is not commenced.)
Gov. Code § 11126(e)(2)(C)(i), allows this item to be considered in Closed Session.
Gov. Code § 11126(d)(2), allows this item to be considered in Closed Session.

107  Conference with Legal Counsel - Initiation of Enforcement Proceeding
[3710] Deliberation on institution of proceeding or disciplinary actions against person or entities subject to Commission’s jurisdiction. (Disclosure of case name would fail to protect the private economic or business reputation of the person or entity if the proceeding or disciplinary action is not commenced.)
Gov. Code § 11126(e)(2)(C)(i), allows this item to be considered in Closed Session.
Gov. Code § 11126(d)(2), allows this item to be considered in Closed Session.
Closed Session - Threatened Litigation - Non-Federal

Significant exposure to litigation

Gov. Code § 11126(e)(2)(B), allows this item to be considered in Closed Session
Closed Session - Personnel Matters

Consideration of appointment, employment, evaluation of performance, or dismissal of a public employee or to hear complaints or charges brought against that employee by another person or employee.

Gov. Code § 11126(a), allows this item to be considered in Closed Session.

Consideration of appointment, employment, evaluation of performance, or dismissal of a public employee or to hear complaints or charges brought against that employee by another person or employee, including the appointment or employment of Executive Director.

Gov. Code § 11126(a), allows this item to be considered in Closed Session.
Closed Session - Threatened Litigation - Federal

Significant exposure to litigation in federal agency or court proceedings.  
*Gov. Code § 11126(e)(2)(B), allows this item to be considered in Closed Session*
Closed Session - Initiation of Litigation - Federal

Consideration of possible Commission initiation of, or intervention in, federal agency or court proceedings.

Gov. Code § 11126(e)(2)(C)(i), allows this item to be considered in Closed Session.
Closed Session - Federal

109  Case Nos. C 04-00580 VRW (Bankruptcy Case No. 01 30923 DM) - Conference with Legal Counsel - Existing Litigation
Loretta Lynch vs. California Public Utilities Commission, Pacific Gas and Electric Company (Debtor), U.S. District Court for the Northern District of California, Case No. C 04-00580 VRW; Pacific Gas and Electric Company (Debtor), United States Bankruptcy Court, Northern District of California, San Francisco Division, Case No. 01 30923 DM.
Gov. Code § 11126(e)(2)(A), allows this item to be considered in Closed Session.

110  FERC Docket No. CP04-58-001 - Conference with Legal Counsel - Existing Litigation
Gov. Code § 11126(e)(2)(A), allows this item to be considered in Closed Session.

111  FCC CC Docket No. 01-338 - Conference with Legal Counsel - Existing Litigation
In the Matter of Triennial Review Proceeding, Remand of Proceeding to FCC in light of USTA II.
Gov. Code § 11126(e)(2)(C)(i), allows this item to be considered in Closed Session.
Closed Session - FERC Docket No. EL00-95-000

Conference with Legal Counsel - Existing Litigation; San Diego Gas & Electric Co., EL00-95-000

Gov. Code § 11126(e)(2)(A), allows this item to be considered in Closed Session.