BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA



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Application of San Diego Gas & Electric Company (U 902 M) for Establishment of an Interim Rate Relief Mechanism for its Wildfire Mitigation Plan Costs.

Application 21-07-017 (Filed July 30, 2021)

NOTICE OF THE UTILITY REFORM NETWORK, UTILITY CONSUMERS' ACTION NETWORK, AND CALIFORNIA FARM BUREAU FEDERATION OF EX PARTE COMMUNICATION

Robert Finkelstein General Counsel

The Utility Reform Network 785 Market Street, Suite 1400 San Francisco, CA 94103 Phone: (415) 929-8876

Fax: (415) 929-1132

E-mail: bfinkelstein@turn.org

Edward Lopez
Executive Director

Utility Consumers' Action Network 404 Euclid Avenue, Suite 377 San Diego, CA 92114 Phone: (619) 696-6966

E-mail: edward@ucan.org

Kevin Johnston Associate Counsel

California Farm Bureau Association

2600 River Plaza Drive Sacramento, CA 95833 Phone: (916) 561-5688 Fax: (916) 561-5691

E-mail: kjohnston@cfbf.com

NOTICE OF THE UTILITY REFORM NETWORK, UTILITY CONSUMERS' ACTION NETWORK, AND CALIFORNIA FARM BUREAU FEDERATION OF EX PARTE COMMUNICATION

Pursuant to Rule 8.4 of the Rules of Practice and Procedure of the California Public Utilities Commission ("Commission"), The Utility Reform Network ("TURN") hereby notifies parties that TURN, Utility Consumers' Action Network ("UCAN"), and California Farm Bureau Federation ("CFBF") hereby give notice of the following *ex parte* communication in the above-referenced proceeding.

Robert Finkelstein, General Counsel of TURN, Edward Lopez, Executive Director of UCAN, and Kevin Johnston, Associate Counsel of CFBF (collectively, "Intervenors"), participated in the following *ex parte* meetings:

- April 14, 2022, at 1:00 PM with Jason Reiger, Interim Legal and Policy Advisor to Commission President Alice Busching Reynolds; and
- April 15, 2022, at 9:30 AM with Candace Choe, Water, Telco, Safety and Legal Policy Advisor to Commissioner Darcie Houck.

The meetings took place via Webex and lasted approximately twenty minutes.

Intervenors expressed their support for the Proposed Decision of ALJ Nilgun Atamturk and urged that it be adopted without modification. Intervenors noted that the changes sought in SDG&E's opening comments would not only require a virtual complete re-write of the Proposed Decision, but would give utilities largely unlimited opportunities to seek interim rate recovery whenever a substantial balance appears in any ratemaking account, without a need to demonstrate compelling circumstances. Intervenors also explained that SDG&E's reliance on \$40 million of additional interest cost was procedurally defective, as the figure was first presented in the utility's reply brief, and incorrect, as it failed to reflect the economic benefit that would likely more than offset the incremental cost. Intervenors discussed the record evidence regarding SDG&E's credit rating, noting that the Moody's report the utility relied upon explained a recent upgrade to that rating, and noted a number of credit-positive elements even as it acknowledged the need to incur and recovery additional wildfire-related costs. Finally, Intervenors urged that SDG&E's reference to a TURN-sponsored "alternative" be ignored, as

there was no such alternative but rather identification of a mathematical error that warranted correction should the Commission adopt interim recovery over TURN's objections.

April 18, 2022

Respectfully submitted,

By: _______Robert Finkelstein

Robert Finkelstein, General Counsel

THE UTILITY REFORM NETWORK

785 Market Street, Suite 1400 San Francisco, CA 94103

Phone: (415) 929-8876, ex. 307

Fax: (415) 929-1132

Email: <u>bfinkelstein@turn.org</u>

For TURN, UCAN and CFBF