



CPUC Public Agenda 3422
Thursday, August 23, 2018 9:30 a.m.
San Francisco, CA



Commissioners:
Michael Picker, President
Carla J. Peterman
Liane M. Randolph
Martha Guzman Aceves
Clifford Rechtschaffen

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.”





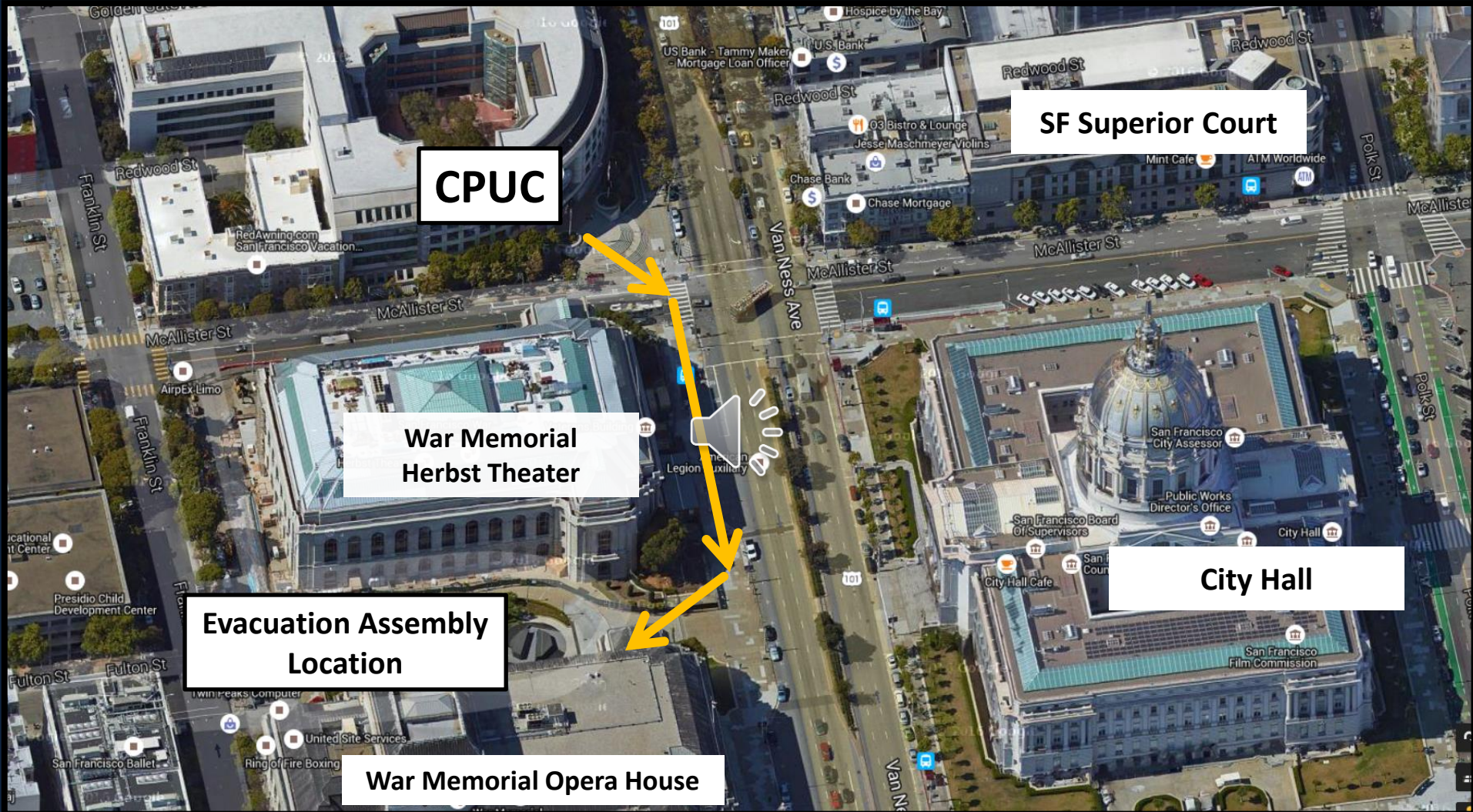
Emergency Evacuation

Safety is our number one priority:

Please listen to the emergency evacuation instructions for this location.



Evacuation Assembly Location





CPUC Mission

The CPUC regulates services and utilities, protects consumers, safeguards the environment, and assures Californians' access to safe and reliable utility infrastructure and services.





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 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:

- **3, 29, 31, and 32**
- 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 the deadline, will be granted a maximum of one minute to make their comments.

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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: **1, 2, 8, 9, 10, 12, 14, 15, 16, 18, 19, 21, 24, and 25.**
- 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.
- **Items 27, 34 AB 2693, and 38 SB 1347 and SB 1477** from the Regular Agenda have 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.
- **No Item** has been withdrawn.
- The following items have been held to future Commission Meetings:
 - Held to 9/13/18: **3, 4, 5, 6, 7, 17, 20, 29, 33, 34 (except AB 2693), 35, 37, 38 (except SB 1347 and SB 1477), and 39.**
 - Held to 9/27/18: **11, 13, 22, 23.**





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- Energy Orders

Item # 26 [16416] – Southern California Edison Company's Permit to Construct Valley-Ivyglen Project and Certificate of Public Convenience and Necessity to Construct Alberhill Project

A.07-01-031, A.07-04-028, and A.09-09-022 - Related matters.

In the Matter of the Application of Southern California Edison Company for a Permit to Construct Electrical Facilities with Voltages between 50kV and 200 kV: Valley-Ivyglen 115 kV Subtransmission Line Project.

Ratesetting

Comr Guzman Aceves - Judge Yacknin

PROPOSED OUTCOME :

- Grants modified permit to construct Valley-Ivyglen project, a 115 kV subtransmission line, and denies application to construct Alberhill project, a new 500/115 kV substation.
- Closes the proceeding.

SAFETY CONSIDERATIONS :

- Approval of the Valley-Ivyglen project is conditioned on compliance with safety mitigation and compliance measures identified in the Environmental Impact Report.

ESTIMATED COST :

- Cost is outside the scope of permit to construct application per General Order 131-D.





Regular Agenda- Energy Orders (continued)

Item # 26A [16649] – Commissioner Guzman Aceves' Alternate to Item 16416

A.07-01-031, A.07-04-028, and A.09-09-022 - Related matters.

In the Matter of the Application of Southern California Edison Company for a Permit to Construct Electrical Facilities with Voltages between 50kV and 200 kV: Valley-Ivyglen 115 kV Subtransmission Line Project.

Ratesetting

Comr Guzman Aceves

PROPOSED OUTCOME :

- Grants modified permit to construct Valley-Ivyglen project, a 115 kV subtransmission line, and denies application to construct Alberhill project, a new 500/115 kV substation and describes the information that Southern California Edison Company should include if it decides to submit a new application for the development of the Alberhill System Project.
- Closes the proceeding.

SAFETY CONSIDERATIONS :

- Approval of the Valley-Ivyglen project is conditioned on compliance with safety mitigation and compliance measures identified in the Environmental Impact Report.

ESTIMATED COST :

- Cost is outside the scope of permit to construct application per General Order 131-D.





Regular Agenda- Orders Extending Statutory Deadline

Item # 30 [16737] – Order Extending Statutory Deadline

A.15-08-027

In the Matter of the Application of NextEra Energy Transmission West, LLC for a Certificate of Public Convenience and Necessity for the Suncrest Dynamic Reactive Power Support Project.

Ratesetting

Comr Randolph - Judge Kersten

PROPOSED OUTCOME :

- Extends the statutory deadline for completion of this proceeding until November 26, 2018.

SAFETY CONSIDERATIONS :

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

ESTIMATED COST :

- There are no costs associated with this Order Extending Statutory Deadline.





Regular Agenda- Orders Extending Statutory Deadline (continued)

Item # 31 [16763] – Order Extending Statutory Deadline

I.15-06-018

Order Instituting Investigation on the Commission's Own Motion into the Operations and Practices of Mesa-Crest Water Company with Respect to a Series of Financial Transactions, and Possible Threats to the Health and Safety of its Ratepayers.

Adjudicatory

Comr Rechtschaffen - Judge Goldberg

PROPOSED OUTCOME :

- Extends the statutory deadline for completion of this proceeding until March 1, 2019.

SAFETY CONSIDERATIONS :

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

ESTIMATED COST :

- There are no costs associated with this Order Extending Statutory Deadline.





Regular Agenda- Orders Extending Statutory Deadline (continued)

Item # 32 [16739] – Order Extending Statutory Deadline

C.17-09-001

Martinez Masonic Temple Association vs. Pacific Gas and Electric Company.

Adjudicatory

Comr Guzman Aceves - Judge Kline

PROPOSED OUTCOME :

- Extends statutory deadline for completion of this proceeding until January 1, 2019.
- Case 17-09-001 remains open.

SAFETY CONSIDERATIONS :

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

ESTIMATED COST :

- There are no costs associated with this Order Extending Statutory Deadline.





Regular Agenda- Legal Division Matters

Item # 28 [16736] – Department of Agriculture, Rural Utilities Services

No. RUS-18-TELECOM-0004

Department of Agriculture, Rural Utilities Services, Notice of Inquiry Regarding Broadband E-connectivity Pilot Program.

The Rural Utilities Service (RUS), part of the Department of Agriculture, has opened a docket to obtain comment on the implementation of certain provisions of its pilot broadband program (e- Connectivity Pilot). Specifically, RUS seeks comment on sufficient access to broadband in rural areas, broadband mapping issues, and effective methods for measuring benefits to rural communities. Staff seeks authority to submit comments consistent with comments the CPUC has filed before the Federal Communications Commission and the NTIA. Comments are due September 10, 2018.





Commissioners' Reports





Management Reports





Regular Agenda – Management Reports and Resolutions

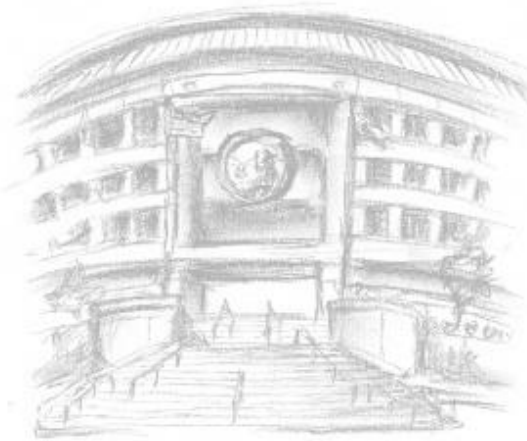
Item # 40 [16744]

Report and Discussion on Recent Consumer Protection and Safety Activities





Water Utilities



**Rami Kahlon, Director
Water Division
California Public Utilities Commission
August 23, 2018**





Water Utilities

- Water
 - The only utility you ingest
- Water Division
 - Health and Safety is an integral part of our Cost-of-Service ratemaking
- Topics
 - Ratemaking
 - Hartwell Decision
 - Water Quality Standards / Lead Testing
 - General Order No. 103-A
 - Water Action Plan





Ratemaking

- Smaller utilities (< 10,000 service connections)
 - WD processes all general rate increase requests
- Thorough System Evaluation
 - Service quality – outages, pressure, complaints
 - Leaks
 - Water treatment
 - Water quality standards
 - Division of Drinking Water - SWRCB
- Larger utilities
 - Water Quality Expert assigned in GRC proceeding
 - Report / Testimony





Hartwell Decision

- 2002 California Supreme Court Decision
 - *Hartwell Corporation et al v. the Superior Court of Ventura County*
- Findings
 - PU Code 1759 precludes superior court intervention in CPUC official duties.
 - Legislature vested the CPUC with ...powers to ensure the health, safety, and availability of the public's drinking water.
 - CPUC has the authority to enforce water quality standards.
 - CPUC continues to exercise its jurisdiction to regulate drinking water quality.





Water Quality Standards

- Drinking Water Quality Standards
 - Division of Drinking Water, SWRCB
- Maximum Contaminant Levels (MCLs)
 - Primary
 - 92 contaminants
 - Secondary
 - Title 22 California Code
- Contaminants of interest
 - Arsenic
 - Nitrates
 - Hexavalent Chromium





Assembly Bill 746

Mandatory School Lead Testing

- Assemblywoman Lorena Gonzalez Fletcher
- Effective January 1, 2018
- **July 1, 2019 deadline**
 - Requires all Community Water Systems serving a school built before 2010 to test for lead.
 - If determined by Commission on State Mandates, schools will receive reimbursement for certain costs.



By July 1, 2019, all CPUC regulated water utilities will have completed lead testing

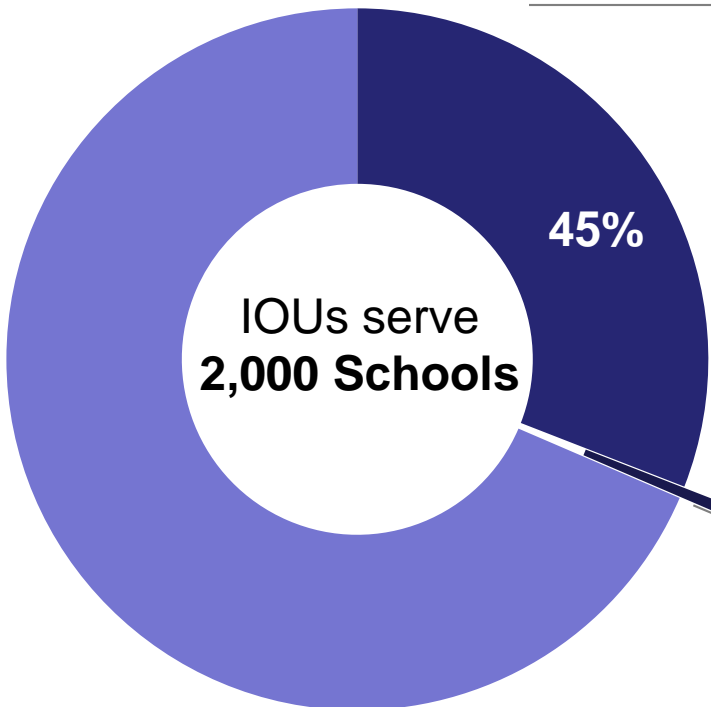




Current Status

(As of June 2018)

1,005 Total Requests (51%)



889 Schools Tested

- **16** over limit (0.8%)
- Corrective actions taken

Statewide (as of June 2018)

- 13,000 schools
- 3,162 requests/tested (24%)





GO 103-A

- Standards for the design, construction, location, maintenance and operation of water and wastewater utilities;
 - Water Quality and Supply
 - Service and Repair standards
 - Fire Protection Standards
 - Pressure Standards
 - Customer Service and Reporting
 - Telephone
 - Billing
 - Meter reading





Water Action (Safety) Plan

- First adopted in 2005, updated in 2010
- Principles
 - Safe, high quality water
 - Highly reliable water supplies
 - Efficient use of water
 - Reasonable rates and viable utilities
- Objectives
 - Maintain highest standards of water quality
 - Promote Water infrastructure investment
 - Strengthen water conservation programs
 - Streamline decision making
 - Rates that balance investment, conservation, and affordability
 - Assist low-income ratepayers





Regular Agenda – Management Reports and Resolutions

Item # 40 [16744]

Report and Discussion on Recent Consumer Protection and Safety Activities





Management Reports





The CPUC Thanks You For Attending Today's Meeting

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

**September 13, 2018 at 9:30 a.m.
in San Francisco, CA**

