



CPUC Public Agenda 3409

Thursday, November 30, 2017 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.”



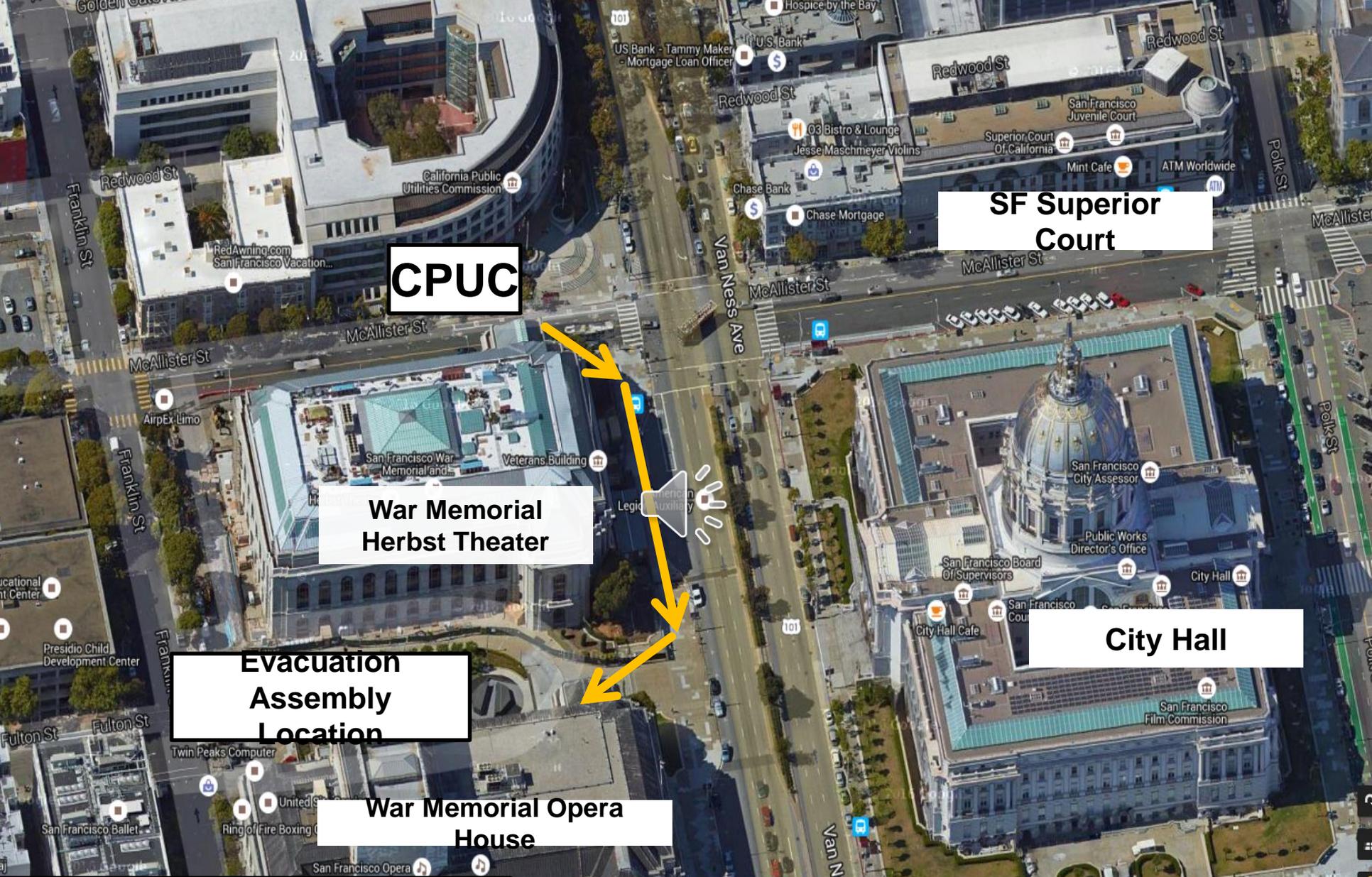


Emergency Evacuation

Safety is our number one priority:

Please listen to the emergency evacuation instructions for this location.







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:

- **12, 27, 29, 31, 42, and 43.**
- 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.
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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, 5, 6, 7, 10, 11, 14, 15, 16, 18, 19, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 32, 33, 34, 35, 36, 37, 38, and 39.
- 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.
- **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 12/14/17: 4, 9, 12, 13, 17, 20, 31, and 41.
 - Held to 1/11/18: 3, and 8.





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 – Regular Agenda- Energy Orders

Item # 40 [15940] – Application of San Diego Gas & Electric Company for Authorization to Recover Costs Related to the 2007 Southern California Wildfires Recorded in the Wildfire Expense Memorandum Account

A15-09-010

Application of San Diego Gas & Electric Company for Authorization to Recover Costs Related to the 2007 Southern California Wildfires Recorded in the Wildfire Expense Memorandum Account (WEMA).

Ratesetting

Comr Randolph - Judge Goldberg - Judge Tsen

PROPOSED OUTCOME :

- Denies the Application of San Diego Gas & Electric Company (SDG&E) for Authorization to Recover Costs Related to the 2007 Southern California Wildfires Recorded in the Wildfire Expense Memorandum Account (WEMA).
- Finds SDG&E did not reasonably manage and operate its facilities prior to the 2007 Witch, Guejito and Rice Wildfires.
- Denies Application on its merits, therefore issues preliminarily scoped for phase two of A.15-09-010 are moot.
- Closes Application 15-09-010.

SAFETY CONSIDERATIONS :

- There are no significant safety concerns with the implementation of this decision.

ESTIMATED COST :

- None as a result of this decision.





Regular Agenda – Orders Extending Statutory Deadline

Item # 42 [16134] – Order Extending Statutory Deadline

I15-11-015

Order Instituting Investigation and Ordering Pacific Gas and Electric Company to Appear and Show Cause Why It Should not be Sanctioned for Violations of Article 8 and Rule 1.1 of the Rules of Practice and Procedure and Public Utilities Code Sections 1701.2 and 1701.3.

Adjudicatory

Comr Picker - Judge Mason

PROPOSED OUTCOME :

- Extends the statutory deadline for completion of this proceeding until June 29, 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 # 43 [16135] – Order Extending Statutory Deadline

C16-12-012

Charles Parks, Linda Salsbury, Bob Sherrill, Julie Weakley, Janet Reniere, Gary Parkinson, Richard Miller, Sharon McMahan, David Andre, Donna Andre, Allan Quist, Sheree Quist, Karen Finley, Willene Howe, Christy Atwood VanHook, Winifred Moore, Newton Hightower, Nancy Gerrard, Marc Scheible, Debbie Scheible, Cheryl Jones, Katie Phillips, Janice Elam, Jeanette Lynn, Justin Edwards, Nancy Edwards, Franchelle Ellissonn, Richard Beebe, Kathleen Beebe, Rod Goss, Howard Neely, Irene Richardson, Mark Richardson, Jayne Thurman, Charles Shapiro, Mary Ann Service, Ron Sutton, Gary Rayburn, Mary Browning, Vern Glomb, Priscilla Glomb, Annabelle Barnett, Kenneth Sikes, Debbie McDaniel, Herbert Biddle, Linda Tayman, Teresa Strange, Jim Keene, Ruben Comelli, Christine Burciagan Phil Maggio, Gail Maggio, Dawn Herrera, Steve Dimmick, Joanne Dimmick, Rodger Harmel, Sue Stanton vs. Mesa Dunes Mobile Home Estates, LLC, a California Limited Liability Company, dba Mesa Dunes Mobile Home Estates.

Adjudicatory

Comr Randolph - Judge Burcham

PROPOSED OUTCOME :

- Extends the statutory deadline for completion of this proceeding until June 19, 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.





Commissioners' Reports





Management Reports





Regular Agenda – Management Reports and Resolutions

Item # 44 [16105] – California Emerging Telecommunications Fund – Decade Report

The California Emerging Telecommunications Fund will deliver a report on their operations over the last decade and on the \$60 million seed capital that they received as a result of settlements in 2005 telecommunications mergers. The report will include audited financials pertaining to the seed capital.





Presentation to CPUC Commission
CETF Decade Report
Catalyst for Action
November 30, 2017

California Emerging Technology Fund

Catalyst for Action

10 Years of Achievement
in Closing the Digital Divide

Dr. Barbara O'Connor

CETF Co-Chair and Secretary

Emeritus Professor,

California State University, Sacramento

National Board of Directors AARP



California Emerging Technology Fund

Catalyst for Action

10 YEARS OF ACHIEVEMENT
IN CLOSING THE DIGITAL DIVIDE
2007-2017



Catalyst for Action



FOCUS

Catalyst for Action

RESULTS

Catalyst for Action

PEOPLE

Catalyst for Action

FOCUS

*on outcomes that fostered a
disciplined culture to achieve*

RESULTS

powered by the engagement of

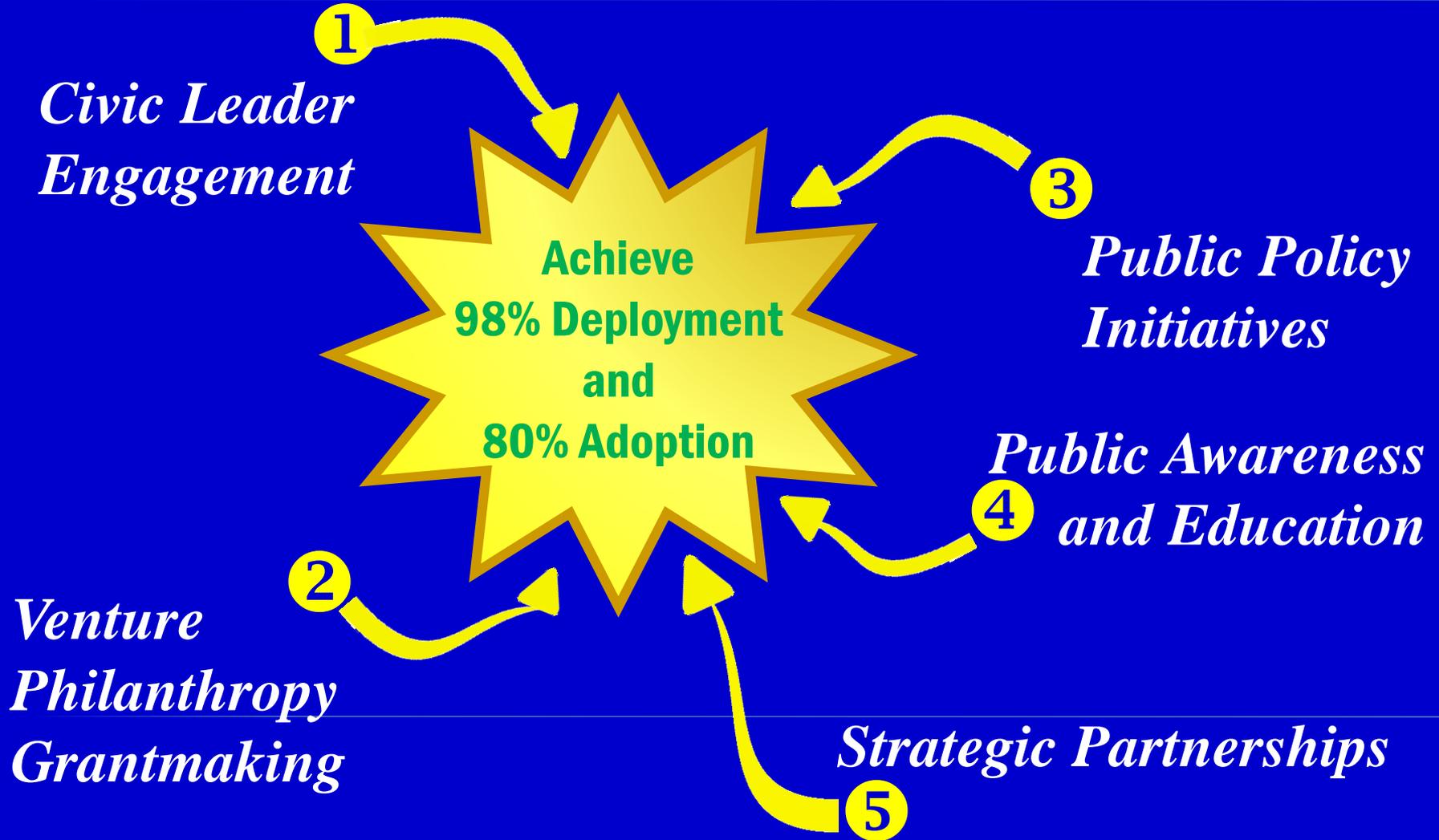
PEOPLE.

Catalyst for Action



FOCUS

5 Overarching Strategies to Close the Digital Divide: *Achieve Optimal Impact and a Higher Return on Investment*



Overall Goals – 5 Overarching Strategies



Catalyst for Action

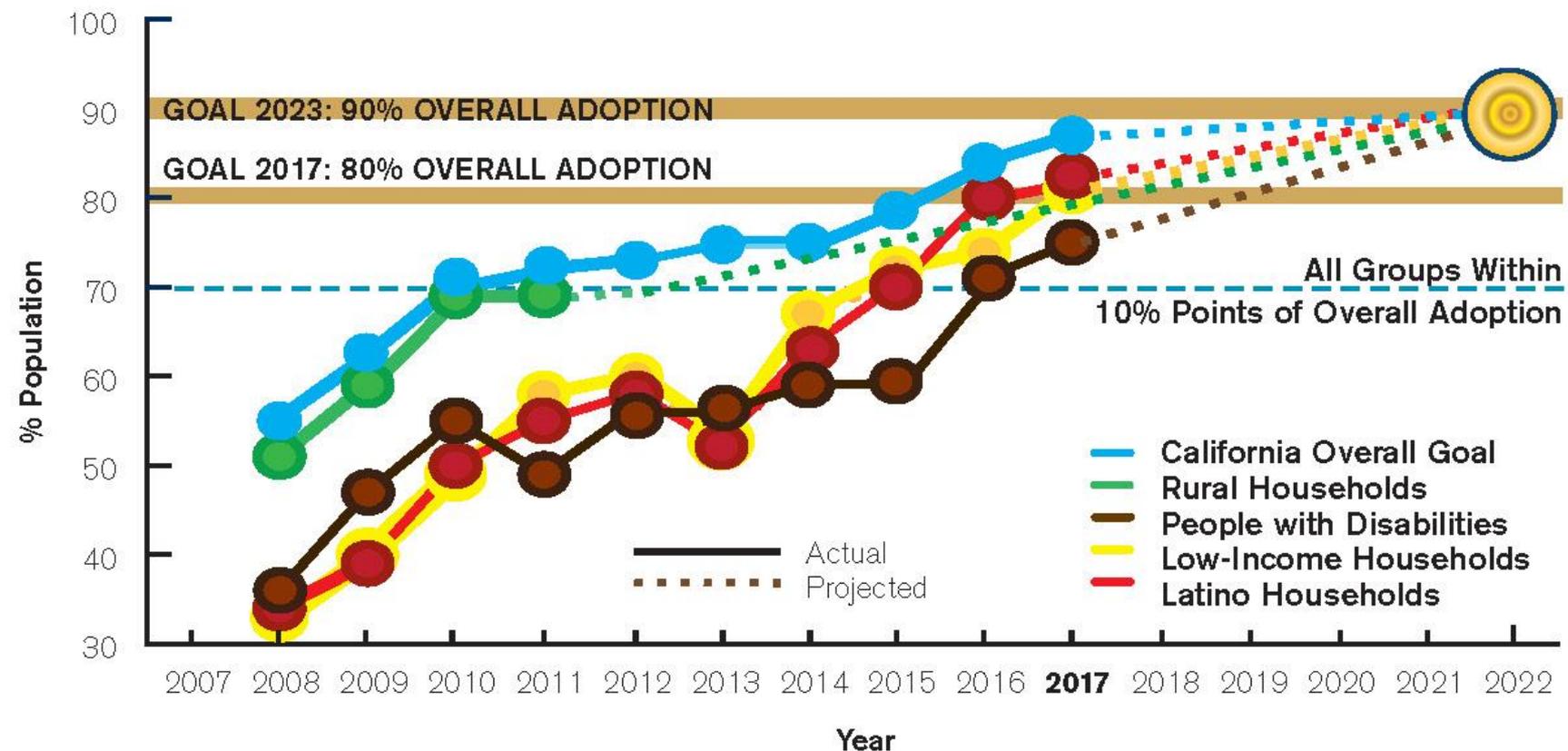
RESULTS

12 Major Accomplishments for the Decade

- Successfully implemented the Strategic Action Plan to achieve 97% deployment and 87% adoption.
- Developed and sponsor Annual Survey on Adoption.
- Established Regional Consortia, aggregated demand.
- Awarded >\$30.4M (half Seed Capital) in grants >100 CBOs to provide Digital Literacy training to >800,000 residents and get online >250,000 low-income HHs.
- Secured Executive Order on Digital Literacy; advanced ICT.
- Developed, manage School2Home: 12 districts, 35 schools.
- Established the California Telehealth Network.
- Launched Smart Housing, forged new policies and programs.
- Published seminal reports; broadband as a “green strategy”.
- Secured \$215M for CASF; sponsored IFAN Act (\$330M CASF).
- Convened Local Government Roundtables: CSAC, RCRC, LCC.
- Secured major public benefits in corporate consolidations.

2017 Statewide Survey Results

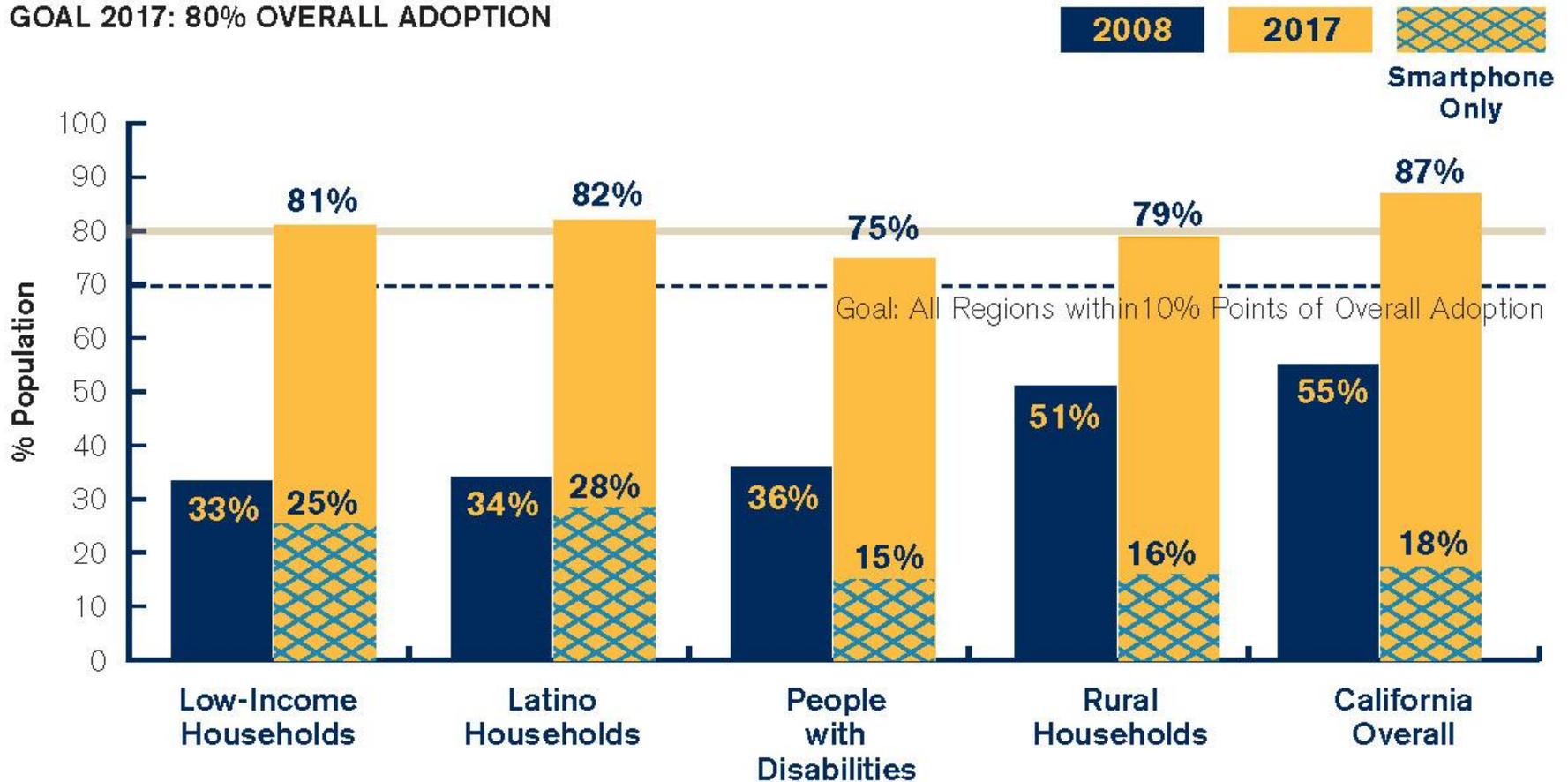
California Broadband Adoption Groups



2017 Statewide Survey Results

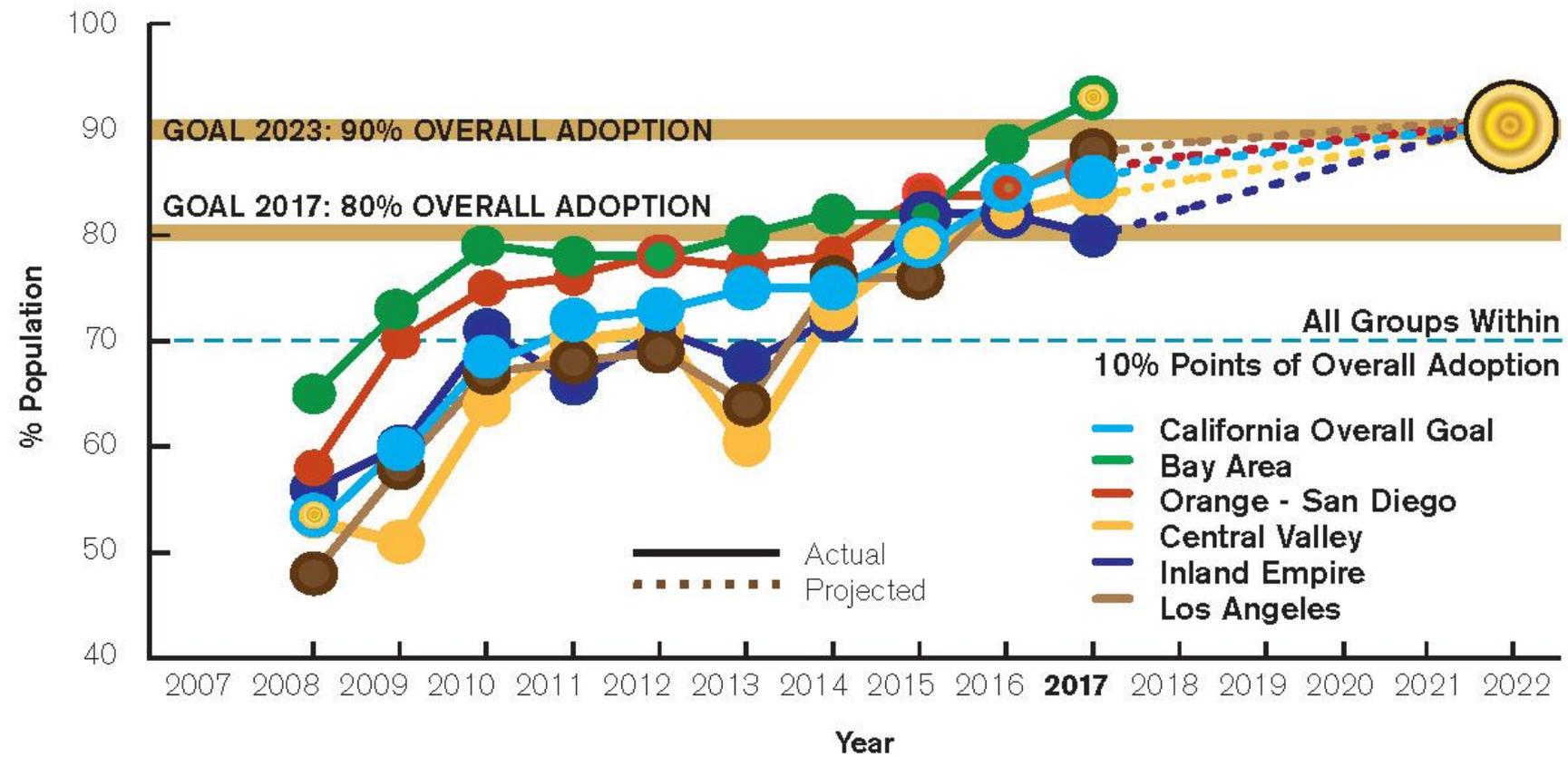
California Broadband Adoption Groups

GOAL 2017: 80% OVERALL ADOPTION



2017 Statewide Survey Results

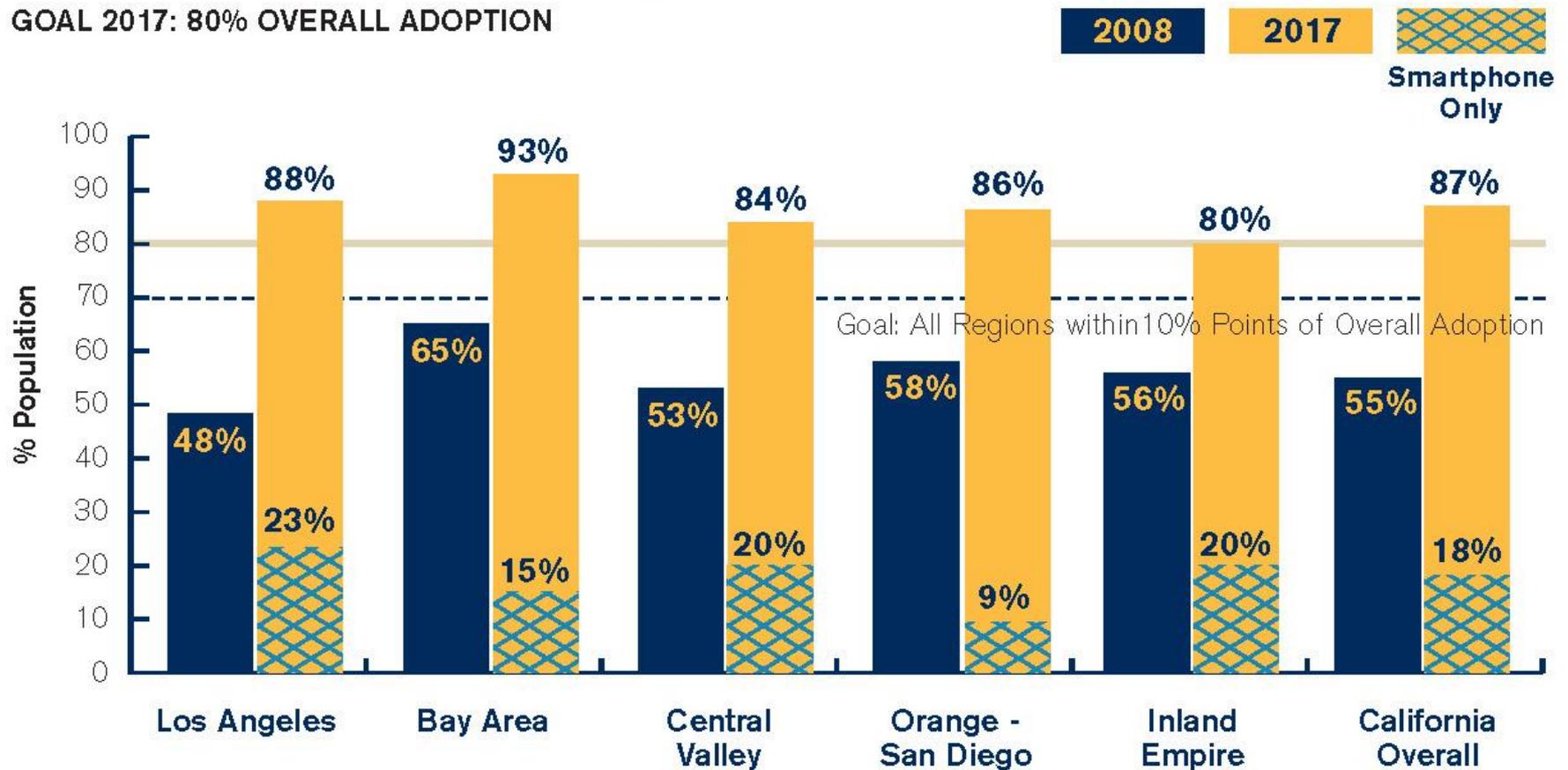
California Broadband Adoption Regions



2017 Statewide Survey Results

California Broadband Adoption Regions

GOAL 2017: 80% OVERALL ADOPTION



Digital Divide is Greatest for the Disadvantaged

Percentage of Californians with Broadband at Home (Unconnected and Under connected)

- 75% of Households Earning Less Than \$20,000 a Year
(27% by smartphone only – 25% not connected)
- 70% of Households with Spanish-Speakers
(38% by smartphone only – 30% not connected)
- 75% of People with Disabilities
(15% by smartphone only – 25% not connected)
- 69% of Adults Age 65 or Older – Seniors
(9% by smartphone only – 31% not connected)
- 67% of Non-High School Graduates
(28% by smartphone only – 33% not connected)

California Emerging Technology Fund

Catalyst for Action

10 Years of Achievement
in Closing the Digital Divide

Jeff Campbell

CETF Director, Audit Committee

Vice President, The Americas

Global Government Affairs

Cisco Systems, Inc.



Catalyst for Action

Total Revenues and Expenditures

- Total Revenues: \$81,483,003
(including \$60M Seed Capital)
- Total Expenditures: \$79,169,854
(including \$60M Seed Capital)
- Grants \$44,892,458
(\$30,407,982 Seed Capital - more than half)
- Other Program: \$29,479,399
- Support: \$4,797,999
- Carry-Over Earnings \$2,313,149

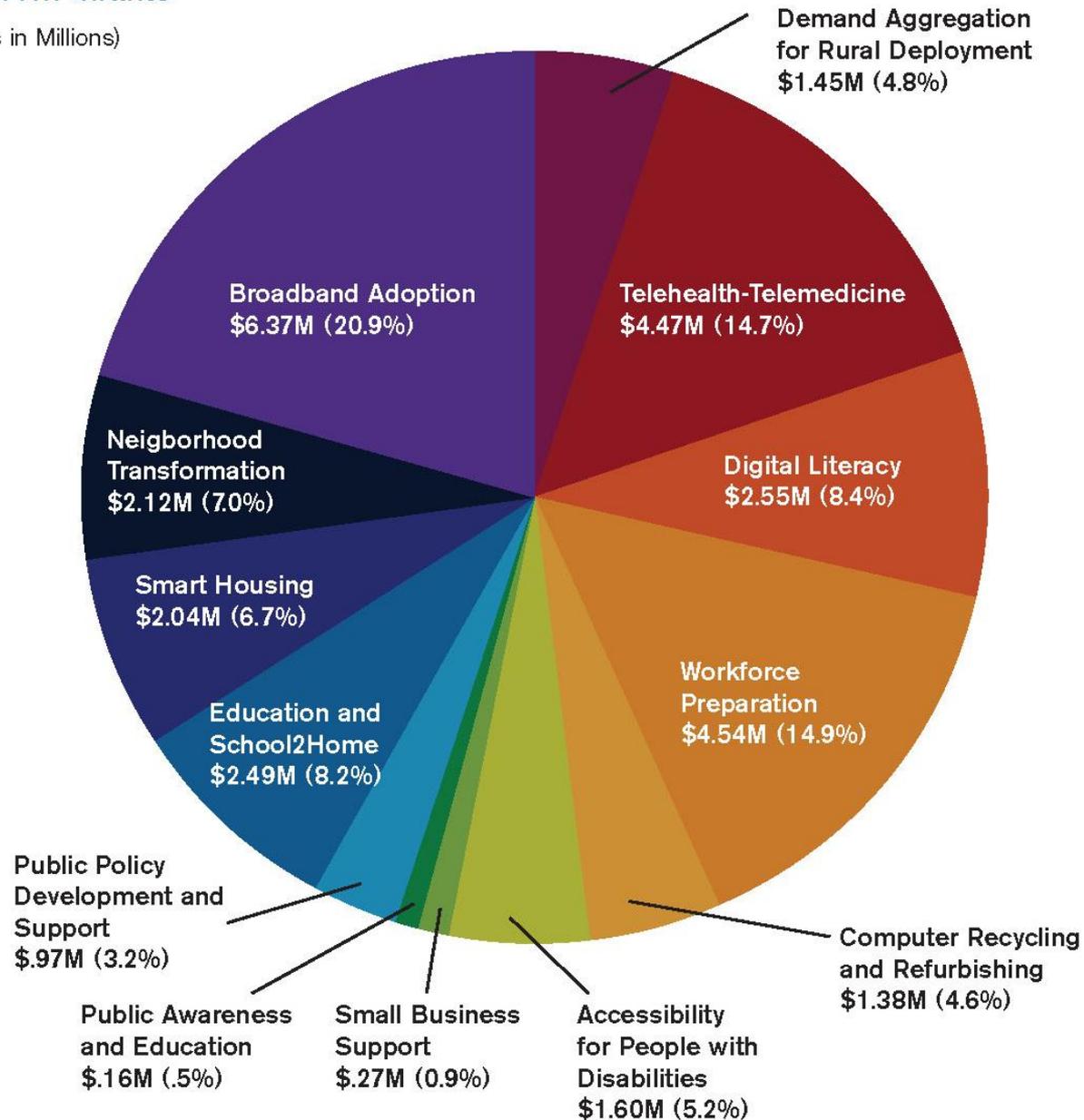
DISTRIBUTION OF GRANTS BY CATEGORIES

Category of Grant	Amount	Percentage
Demand Aggregation for Rural Deployment	\$1,447,500	4.8%
Telehealth-Telemedicine	\$4,470,000	14.7%
Digital Literacy	\$2,554,700	8.4%
Workforce Preparation	\$4,542,320	14.9%
Computer Recycling and Refurbishing	\$1,383,586	4.6%
Accessibility for People with Disabilities	\$1,595,000	5.2%
Small Business Support	\$273,800	0.9%
Public Awareness and Education	\$160,000	0.5%
Public Policy Development and Support	\$965,000	3.2%
Education and School2Home	\$2,486,300	8.2%
Smart Housing	\$2,042,000	6.7%
Neighborhood Transformation	\$2,119,000	7.0%
Broadband Adoption	\$6,368,776	20.9%
Total (Through FY16–17 June 30, 2017)	\$30,407,982	100.0%

Distribution of Grants by Categories

\$30.41M Grants

(Dollars in Millions)



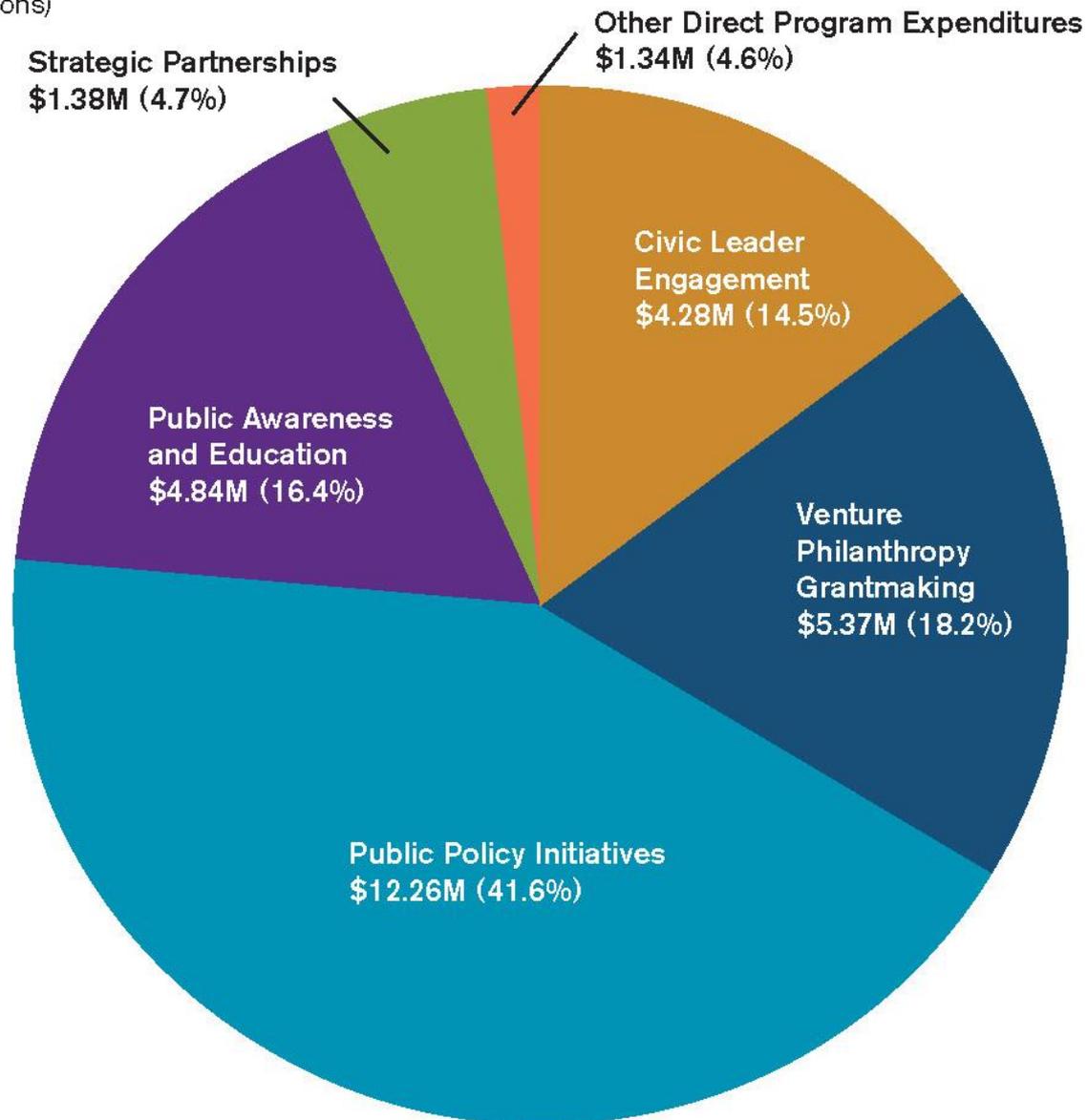
ALLOCATION OF PROGRAM EXPENDITURES BY 5 OVERARCHING STRATEGIES

5 Overarching Strategies–Program Expenditures	Amount	Percentage
Civic Leader Engagement	\$4,280,077	14.5%
Annual Reports and Annual Surveys	\$1,406,273	4.8%
Civic Leader Engagement	\$1,668,459	5.6%
Deployment Support and Regional Consortia	\$1,205,345	4.1%
Venture Philanthropy Grantmaking	\$5,373,949	18.2%
Public Policy Initiatives	\$12,261,855	41.6%
Digital Literacy	\$732,532	2.5%
School2Home	\$8,008,372	27.2%
California Telehealth Network	\$728,166	2.5%
Smart Housing	\$937,895	3.2%
Other Public Policy	\$1,854,890	6.2%
Public Awareness and Education	\$4,843,013	16.4%
Strategic Partnerships	\$1,377,498	4.7%
Other Direct Program Expenditures	\$1,343,007	4.6%
Total (Through FY16–17 Budget Expenditures)	\$29,479,399	100.0%

Allocation of Expenditures by 5 Overarching Strategies

\$29.48M Expenditures

(Dollars in Millions)



SUMMARY OF FINANCIAL STATUS FISCAL YEAR 2016-2017

(Cumulative for Decade; Through June 30, 2017)

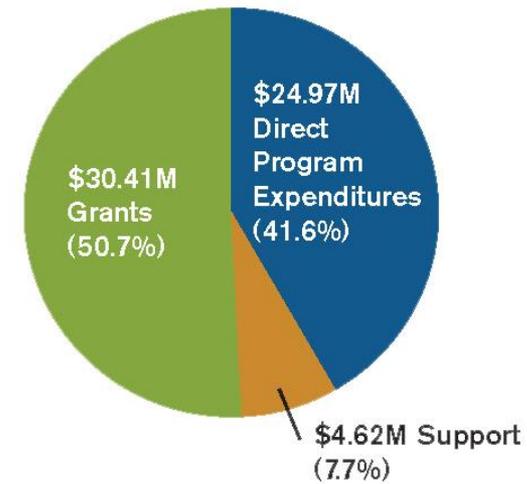
Income	
Seed Capital Received from AT&T and Verizon:	\$60,000,000
Contributions for Specific Programs:	\$1,227,369
Foundation Grants and Contracts:	\$338,986
Government Grants Received (ARRA NTIA):	\$14,359,476
Charter Funds for School2Home:	\$799,539
Interest and Earned Income:	\$4,757,633
Total Income	\$81,483,003

Expenditures	
Seed Capital Grants Awarded:	\$30,407,982
Other Grant Funds Awarded:	\$14,484,476
Program Expenditures:	\$29,479,397
Support Expenditures:	\$4,797,999
Total Expenditures	\$79,169,854

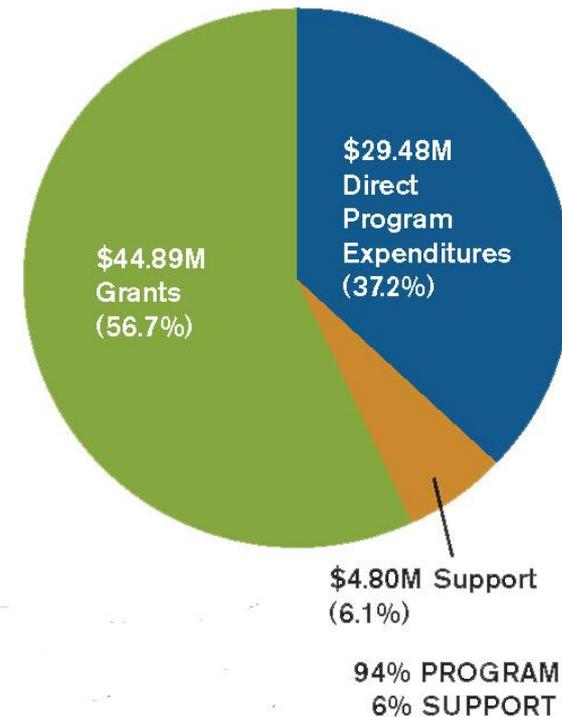
Allocation of Expenditures – Statement of Activities:	
Program Expenditures (Including Grants):	\$74,371,855 (93.9%)
Support Expenditures:	\$4,797,999 (6.1%)
Carry-Over Legacy Earnings	\$2,313,149
Leveraged Grants Match Funding:	\$126,286,726
Total Assets – Total Liabilities and Equities:	\$34,747,832

Audited Financial Statements are posted on the CETF website.

\$60 Million Seed Capital



\$79,169,854 Total Expenditures



Catalyst for Action

OVERALL IMPACT

CETF and Partners

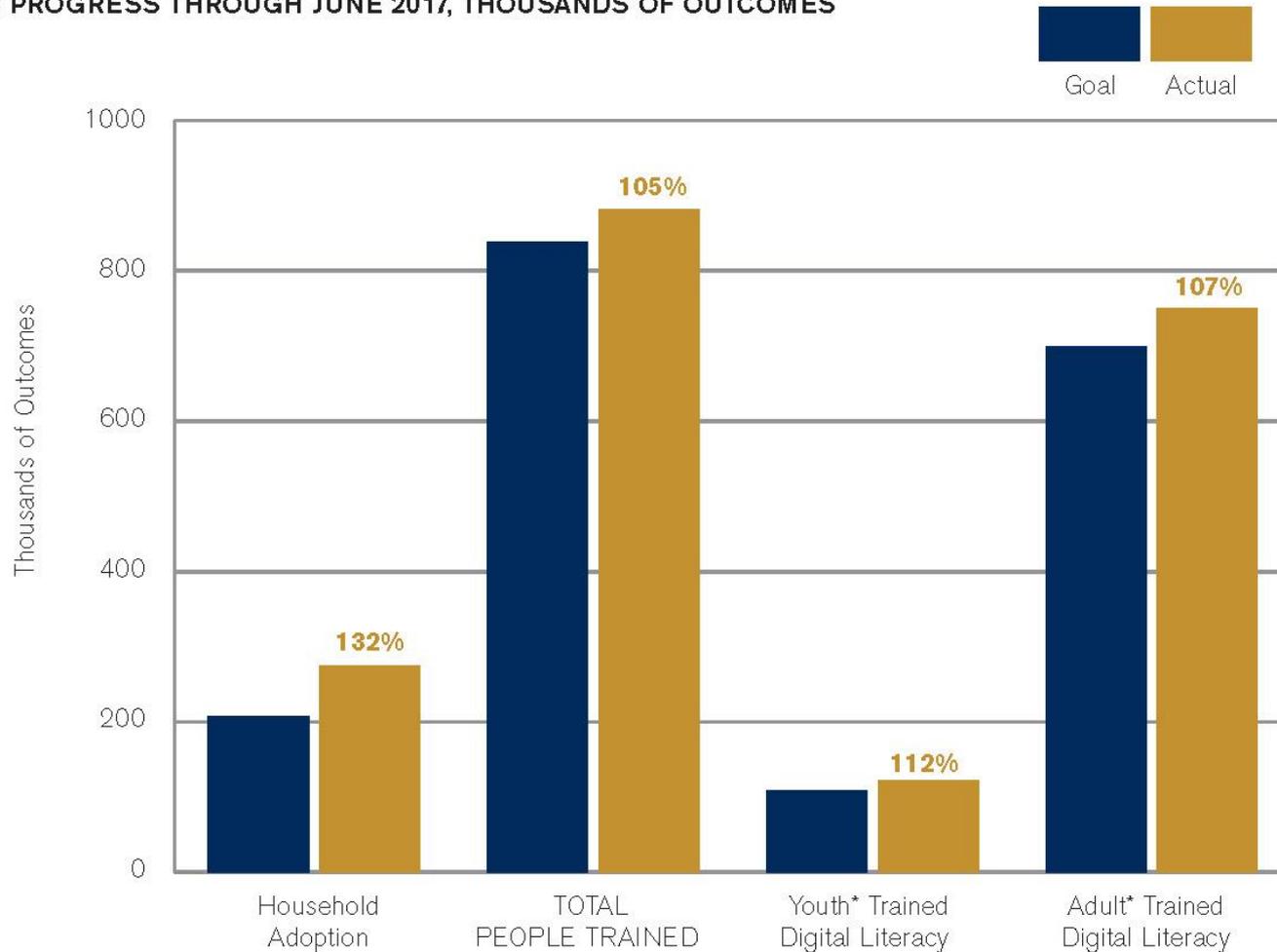
- How many people trained for Digital Literacy?
 - **More than 800,000 Residents**
(>830,000 Residents)
- How many low-income households assisted to get online (new subscriptions)?
 - **More than 250,000 Households**
(274,288 HHs)

Catalyst for Action

GRANTEE PERFORMANCE

California Emerging Technology Fund Grants

2008 PROGRESS THROUGH JUNE 2017, THOUSANDS OF OUTCOMES



Catalyst for Action

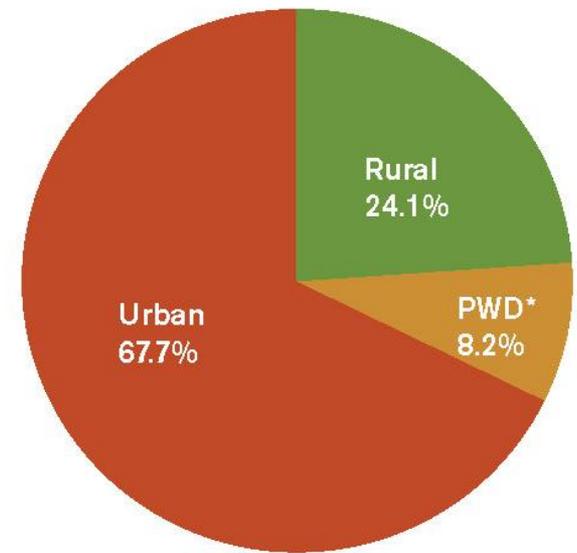
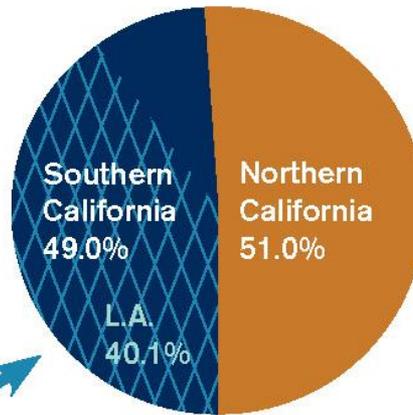
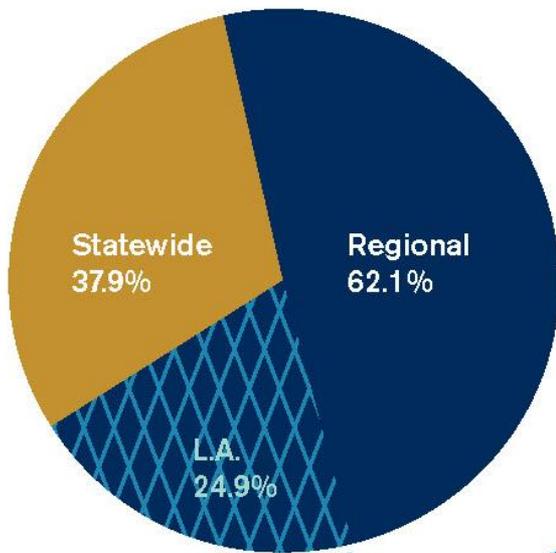
CETF Venture Philanthropy Grantmaking

- 3 Priority Consumer Communities
 - Rural and Remote Areas
 - Urban Disadvantaged Neighborhoods
 - People With Disabilities
- Appropriate Geographic Distribution
- Accountability for Outcomes
- Leverage Seed Capital: Matching Funds
- Build CBO Capacity

Catalyst for Action

CETF Grants \$30,407,982

CETF Grants
\$30,407,982

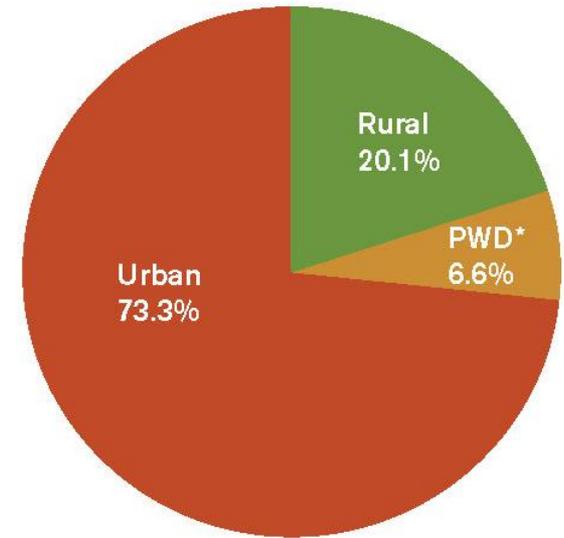
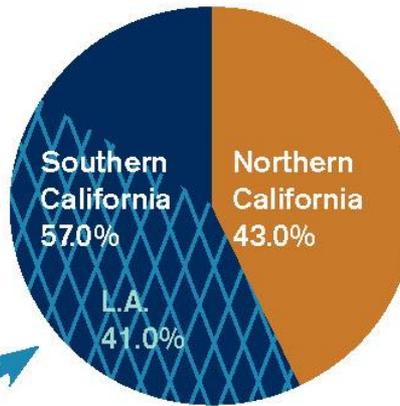
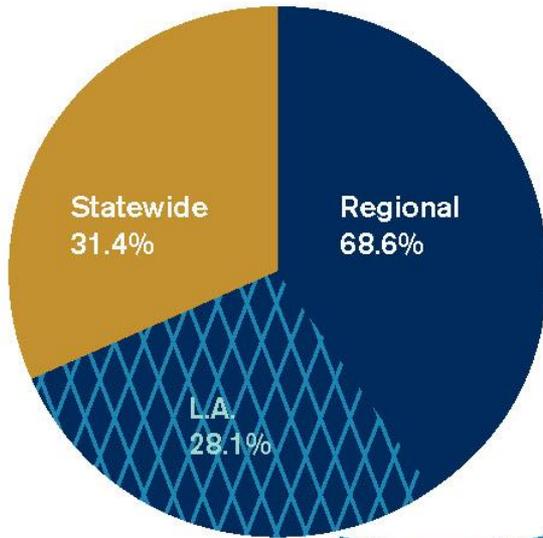


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CETF Grants + Major Programs

\$38,238.494

CETF Grants + Major Programs
Get Connected! and School2Home
\$38,238,494

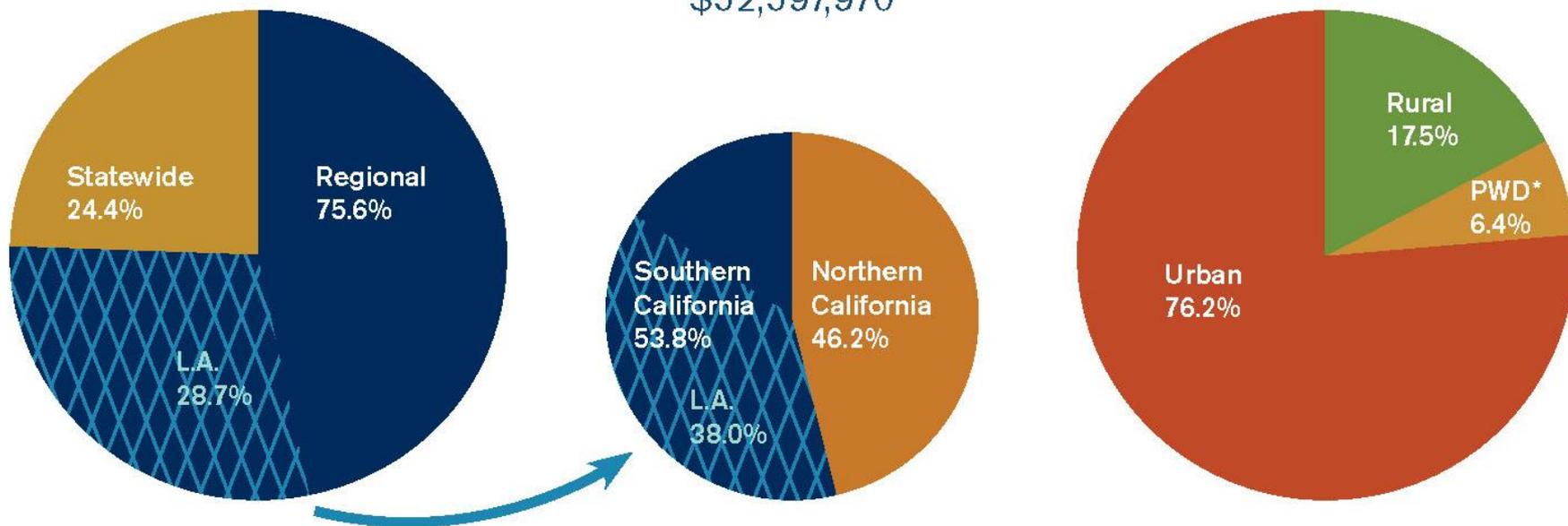


Catalyst for Action

CETF Grants + Major Programs + NTIA Grants

\$52,597,970

CETF Grants + Major Programs + NTIA Grants
\$52,597,970



*People with Disabilities

Catalyst for Action

CETF Venture Philanthropy Grantmaking

- Achieved Fair Geographic Distribution
- Total Cash Match: \$126,286,726
 - \$15,804,737 School2Home
- Match 3.7 (Goal 3.0)
- Leverage 4.7 (Goal 4.0)

“Lessons Learned” from Grantmaking

- CBO executive leadership is pivotal.
- Focus on results and accountability.
- Digital Literacy and Technical Assistance are needed to drive adoption.
- Collaboration enhances effectiveness.
- Learning Communities provide coaching.
- Comprehensive, integrated services result in sustainable adoption.

California Emerging Technology Fund

Catalyst for Action

10 Years of Achievement
in Closing the Digital Divide

SUNNE WRIGHT McPEAK

CETF President and CEO



Catalyst for Action

PEOPLE

Major Forums for Policy and Progress

- California Public Utilities Commission
- Low Income Oversight Board
- California Broadband Council
- Governor's Administration
- Legislature

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What is the
overarching
"lesson learned"?

Catalyst for Action

Wisdom for Contemplation

*There is
no silver bullet,
but there is
silver buckshot.*

Catalyst for Action

CETF Conclusion

*Closing the Digital Divide
requires a comprehensive,
integrated set of
strategies and actions.
...and persistence.*

Catalyst for Action

CETF Observations

- *It takes more time than anticipated to overcome the inertia of the status quo.*
- *Focus and persistence have been key to any success.*

Catalyst for Action

*Thank you for your
individual commitments
and overall historic and
groundbreaking
leadership.*



Presentation to CPUC Commission
CETF Decade Report
Catalyst for Action
November 30, 2017



Regular Agenda – Management Reports and Resolutions

Item # 44 [16105] – California Emerging Telecommunications Fund – Decade Report

The California Emerging Telecommunications Fund will deliver a report on their operations over the last decade and on the \$60 million seed capital that they received as a result of settlements in 2005 telecommunications mergers. The report will include audited financials pertaining to the seed capital.





Regular Agenda – Management Reports and Resolutions

Item # 45 [16099]

Report and Discussion on Recent Consumer Protection and Safety Activities





Regular Agenda – Management Reports and Resolutions

Item # 46 [16100]

Management Report on Administrative Activities





Employee Recognition of CPUC Employees



Timothy J. Sullivan
Executive Director

California Public Utilities Commission

November 30, 2017



Employee of the Quarter – 3rd Qtr. of 2017

- **Antoinette Siguenza - Building Morale**
- **Lisa Cosby - Driving Innovation**
- **Robert Peterson - Embodying Core Values**
- **Harjit Singh, Calvin Lee and Alvin Lee - Excelling at Customer Service**





Regular Agenda – Management Reports and Resolutions

Item # 45 [16100]

Management Report on Administrative Activities





Management Reports





The CPUC Thanks You For Attending Today's Meeting

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

**December 14, 2017 at 9:30 a.m.
in San Francisco, CA**

