



# CPUC Public Agenda 3401

## Thursday, July 13, 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](http://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.”





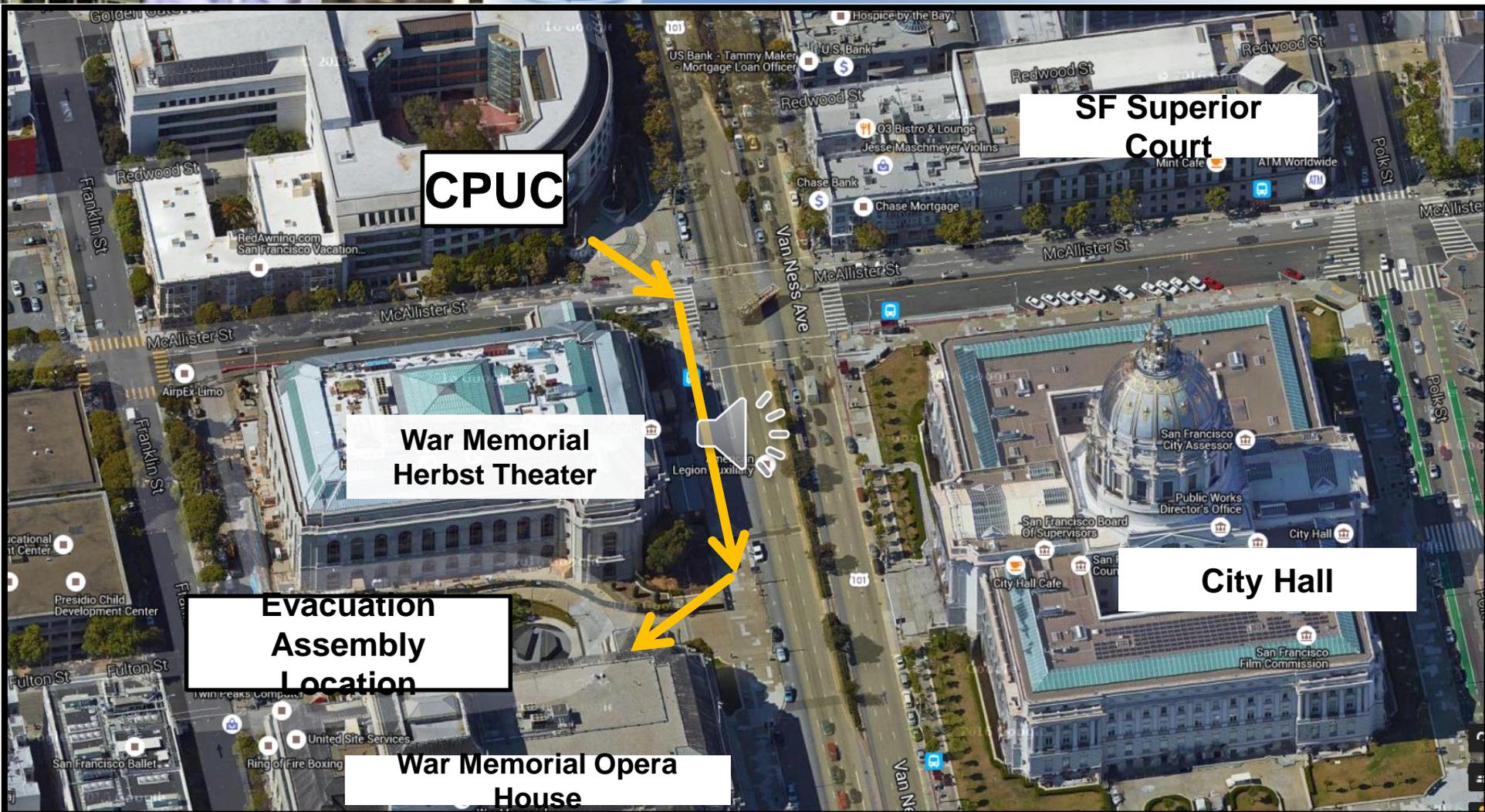
# Emergency Evacuation

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:**

- **4, 22, and 23.**
- 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, 4, 6, 7, 10, 11, 12, 13, 14, 15, 16, and 17.**
- 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.
- **Item 21** 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.
- **Items 2 and 5** have been moved to the Regular Agenda.
- **Item 23** has been withdrawn.
- The following items have been held to future Commission Meetings:
  - Held to **8/10/17**: **8, 18, 19, 20, 25, 26, 27, 28, 29, 30, and 31.**
  - Held to **8/24/17**: **9.**
  - Held to **9/14/17**: **3.**





# 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](http://www.cpuc.ca.gov).
- Late changes to agenda items are available on the Escutia Table.





## Regular Agenda – Communication Resolutions and Reports

### Item # 2 [15648] – Approval of Funding for the Grant Application of Race Telecommunications, Inc., from the California Advanced Services Fund up to the Amount of \$27,629,599 for the Gigafy Phelan Underserved Broadband Project in San Bernardino County

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Res T-17525

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#### **PROPOSED OUTCOME :**

- Approves funding up to the amount of \$27,629,599 from the California Advanced Service Fund (CASF) for the grant application of Race Telecommunications, Inc. (Race), to construct the Gigafy Phelan Project, which will install a fiber-to-the premises system in the underserved communities in and around Phelan in San Bernardino County.

#### **SAFETY CONSIDERATIONS :**

- The southern edge of the project area is vulnerable to wildfires. The infrastructure Race would install could potentially facilitate the community's interaction with first responders and health care professionals by supplying ubiquitous broadband services and providing supplemental telecommunications infrastructure in a largely rural area.

#### **ESTIMATED COST :**

- Would expend \$27,629,599 from CASF Infrastructure grant fund.





## Regular Agenda – Energy Orders

### Item # 5 [15736] – Petition to Modify Decision 12-12-034 and Decision 13-03-015

A.12-04-015, A.12-04-016, A.12-04-017, and A.12-04-018 - Related matters.

Application of Southern California Edison Company for Authority to Establish Its Authorized Cost of Capital for Utility Operations for 2013 and to Reset the Annual Cost of Capital Adjustment Mechanism. Consolidated applications include San Diego Gas & Electric Company, Southern California Gas Company, and Pacific Gas and Electric Company.

**Ratesetting**

**Comr Picker – Judge McKinney**

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#### **PROPOSED OUTCOME :**

- Modifies Decision (D.) 12-12-034 and D.13-03-015 in response to Petition to Modify as follows:
- Extends the date for each of the above-referenced utilities' next cost of capital application filing from April 22, 2017, to March 22, 2018. Denies the Petition request for an extension to April 22, 2019.
- Reduces the authorized return on equity by specified amounts.
- Requires the authorized costs of long-term debt and preferred stock to be reset beginning in test year 2018 for each utility.
- Directs each utility to include specific supporting testimony with its next cost of capital application.

#### **SAFETY CONSIDERATIONS :**

- Maintaining a reasonable cost of capital allowance enables utilities to fund safe and reliable utility operations.

#### **ESTIMATED COST :**

- Not specifically quantified.





## Regular Agenda – Orders Extending Statutory Deadline

### Item # 22 [15817] – Order Extending Statutory Deadline

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116-07-007

Order Instituting investigation on the Commission's Own Motion into the Operations and Practices of Southern California Edison Company; Notice of Opportunity for Hearing; and Order to Show Cause Why the Commission Should not Impose Fines and Sanctions for Major Power Outages in the City of Long Beach on July 15, 2015 to July 20, 2015, and on July 30 to August 3, 2015.

**Adjudicatory**

**Comr Picker - Judge Cooke**

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#### **PROPOSED OUTCOME :**

- Extends the statutory deadline for completion of this proceeding until October 26, 2017.

#### **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 # 24 [15818] – Comments Before the Federal Communications Commission

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WC Docket No. 17-108 (FCC 17-60)

In the Matter of Restoring Internet Freedom WC Docket No. 17-108 (FCC 17-60);  
rel. May 23, 2017.

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The Federal Communications Commission (FCC) has issued a Notice of Proposed Rulemaking (NPRM) in which the FCC seeks comment on reinstating the information service classification of broadband Internet access service, reinstating the private mobile service classification of mobile broadband Internet access service, the effects on regulatory structures created by the FCC's 2015 Open Internet Order, eliminating the Internet conduct standard, and determining the need for existing Open Internet rules (or "Net Neutrality" rules, including the enhanced transparency, no blocking, and no unjust/unreasonable discrimination rules adopted in the 2015 Open Internet Order). The FCC also asks for comment on its legal authority to classify broadband Internet access service as an information service, the correct interpretation of section 706 of the 1996 Telecommunications Act, and whether section 230 of the 1996 Act gives the FCC authority to retain any rules that were adopted in the 2015 Open Internet Order. Comments are due July 17, 2017, and reply comments are due August 16, 2017. Staff seeks authority to file comments.





# Commissioners' Reports





# Management Reports





# Regular Agenda – Management Reports and Resolutions

**Item # 33 [15821]**

**Management Report on Administrative Activities**

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# Employee Recognition of CPUC Employees



**Timothy J. Sullivan**  
*Executive Director*

**California Public Utilities Commission**

July 13, 2017



**30 Years Service**

**Ken Chiang, P.E.**





# Regular Agenda – Management Reports and Resolutions

**Item # 33 [15821]**

**Management Report on Administrative Activities**

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# Management Reports





# **The CPUC Thanks You For Attending Today's Meeting**

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

**August 10, 2017 at 9:30 a.m.  
in San Francisco, CA**

