

August 15, 2006

I represent some of the folks that pay the subsidy.

Will SMUD's project be grandfathered indefinitely?

What happens when new charge types are created? For instance, if RCST were to be paid separately than MLCC, then would they get a pass on that also?

I am not concerned about the size of SMUD's project; just that there appears to be no timed transition. Everything else in CA has a transition (like TAC).

The PPM volume is significant. Please remind me when the subject contracts expire. Do they have any sort of evergreen clause that PPM will try to invoke later?

I understand the need to meet the RPS. I just think necessary subsidies should be explicit and planned, not accidental and discriminatory.

Thanks,
Carolyn Kehrein