I.12-10-013 et al., MD2/jt2



APPENDIX A

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Order Instituting Investigation on the Commission's Own Motion into the Rates, Operations, Practices, Services and Facilities of Southern California Edison Company and San Diego Gas and Electric Company Associated with the San Onofre Nuclear Generating Station Units 2 and 3.

I.12-10-013 (Filed October 25, 2012)

And Related Matters.

A.13-01-016 A.13-03-005 A.13-03-014 A.13-03-013

DECLARATION OF EDWARD F. RANDOLPH IN RESPONSE TO ADMINISTRATIVE LAW JUDGE QUESTIONS RECEIVED BY EMAIL ON JUNE 1, 2015.

Q. Please state your name, title, and business address.

 My name is Edward F. Randolph. I am the Director of the Energy Division at the California Public Utilities Commission. My business address is 505 Van Ness Avenue, San Francisco, California, 94102.

Q. What is the purpose of your declaration?

- A. The purpose of this declaration is to respond to questions I received via email on June 1, 2015 from the assigned Administrative Law Judges (ALJs), Melanie M. Darling and Kevin Dudney, in the above-captioned proceeding. These questions relate to Southern California Edison's (SCE) Late-Filed Notice of Ex Parte Communication filed February 9, 2015 in Investigation (I.)12-10-013 ("the SONGS OII").
- Q. The first question from the assigned ALJs asks: "Were you present for some or all of the March 26, 2013 meeting referenced in SCE's 2/9/15 Late-Filed Notice? Describe the date, location, and identity of all those in attendance for the meeting, as well as the times you were present." What is your response?
- Yes, I was present at the meeting described in the SCE's late-filed notice. The meeting occurred on March 26, 2013 in the Hotel Bristol in Warsaw Poland. I was present along with the Commission President at the time, Michael Peevey, and Stephen Pickett. I was present for the entire duration of the meeting.
- Q. The second question from the assigned ALJs asks: "Did Mr. Pickett make any statements regarding substantive matters related to the SONGS OII, including potential settlement? If so, please describe those statements." What is your response?
- A. President Peevey initiated the meeting for the purpose of encouraging SCE to make a decision soon if it would seek to restart the San Onofre Nuclear Generating Station (SONGS) or permanently shut down the plant. Ongoing uncertainty over whether the plant would operate in the long-term was causing negative ratepayer impacts because SCE and the CAISO were both forced to make continued short term investments to ensure reliability in Southern California, and planning for

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permanent solutions to replace the output of the plant could not begin until a decision was made on the long term operations. Mr. Pickett stated that SCE was in the process of making a decision on that issue and he did not make any specific commitment during the meeting.

After this discussion a conversation was initiated about a possible settlement agreement on cost recovery in the OII. Mr. Pickett initially stated his opinion of what he thought a settlement agreement would look like in the SONGS OII. He emphasized that he had not communicated this vision with his management. After Mr. Pickett presented his vision of a settlement agreement, President Peevey stated that any settlement agreement should include protections for the workers and funding to help offset the increased greenhouse gas (GHG) emissions created by the need to replace power generated by SONGS.

- Q. The third question from the assigned ALJs asks: "Did Mr. Pickett make any statements about substantive matters related to other pending Commission proceedings?" What is your response?
- A. No. Other than the conversations I describe above, I do not recall discussions about any other topics occurring at that meeting.
- Q. The fourth question from the assigned ALJs asks: "Do you have any recollection of notes being taken of the meeting, and by whom? Did you create or keep any notes?" What is your response?
- A. No, I do not recall notes being taken at the meeting. No, I did not take notes of the meeting.
- Q. The fifth question from the assigned ALJs asks: "Did Mr. Pickett make any statements which led you to believe that he and President Peevey had reached an agreement about any matter then pending before the Commission?" What is your response?
- A. No. Mr. Pickett made it clear that he did not have authority to make an agreement on a SONGS settlement. No other issues were raised regarding any matter pending before the Commission.

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Q. Does this conclude your responses to the Assigned ALJ's questions?

A. Yes.

Declaration of Witness

I, Edward F. Randolph, declare under penalty of perjury that the statements contained in the forgoing Declaration of Edward F. Randolph in Response to Administrative Law Judge Questions Received by Email on June 1, 2015, are true and correct to the best of my knowledge, information, and belief.

Executed on this $\underline{\mathscr{G}}$ day of June, 2015.

Mh

Edward F. Randolph