(R-2001-1545)

RESOLUTION NUMBER R- 294854 ADOPTED ON MAY 1 5 2001

WHEREAS, the current energy crisis in California is expected to result in rolling blackouts affecting virtually all San Diegans, between June and September, 2001; and

WHEREAS, San Diego Gas & Electric [SDG&E] desires to implement a Rolling Blackout Reduction Program, whereby customers having their own electrical power generators voluntarily agree to utilize those generators during blackout periods, at the request of SDG&E, to reduce or potentially eliminate the need to implement rolling blackouts in San Diego on a day to day basis; and

WHEREAS, SDG&E has filed an Application with the California Public Utilities

Commission for authorization to use demand-reduction incentive funds to reimburse customers

who participate in the Rolling Blackout Reduction Program, and has asked the City of San Diego
to support its Application; and

WHEREAS, SDG&E has asked the CPUC to expedite its decision on SDG&E's Application, as a result of which a decision from the CPUC is expected as early as May 24, 2001; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, that the City supports SDG&E's Application to use demand-reduction incentive funds to reimburse customers who participate in the Rolling Blackout Reduction Program.

BE IT FURTHER RESOLVED, that the Mayor of the City is hereby authorized to send a letter on behalf of the City, to the California Public Utilities Commission, expressing the City's support for SDG&E's Application, and urging the CPUC to act immediately to approve the Application.

APPROVED: CASEY GWINN, City Attorney

Thorasa C. MaAtaor

Deputy City Attorney

TCM:lb 05/09/01

Or.Dept: Rules R-2001-1545